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No. 120

## House of Representatives

The House met at 10 a.m.

The Chaplain, Rev. James David Ford, D.D., offered the following prayer:

We are grateful, O God, for all those people who, by their passion for life and by their magnanimous acts of charity, help point the way to our objectives, one for another. We are thankful, gracious God, that there are everyday saints all about us through whom the light of compassion shines and through whom goodness and virtue and reconciliation know expression.

May we use the gifts and talents that we have been given in our own lives so we will do such good deeds that reflect the beauty and love that You have first given us. Bless us, O God, this day and every day, we pray. Amen.

### THE JOURNAL

The SPEAKER. The Chair has examined the Journal of the last day's proceedings and announces to the House his approval thereof.

Pursuant to clause 1, rule I, the Journal stands approved.

Mr. MILLER of California. Mr. Speaker, pursuant to clause 1, rule I, I demand a vote on agreeing to the Speaker's approval of the Journal.

The SPEAKER. The question is on the Chair's approval of the Journal.

The question was taken; and the Speaker announced that the ayes appeared to have it.

Mr. MILLER of California. Mr. Speaker, I object to the vote on the ground that a quorum is not present and make the point of order that a quorum is not present.

The SPEAKER. Pursuant to clause 5, rule I, further proceedings on this question will be postponed.

The point of no quorum is considered withdrawn.

### PLEDGE OF ALLEGIANCE

The SPEAKER. Will the gentleman from California [Mr. ROGAN] come forward and lead the House in the Pledge of Allegiance.

Mr. ROGAN led the Pledge of Allegiance as follows:

I pledge allegiance to the Flag of the United States of America, and to the Republic for which it stands, one nation under God, indivisible, with liberty and justice for all.

### MESSAGE FROM THE SENATE

A message from the Senate by Ms. McDevitt, one of its clerks, announced that the Senate had passed with amendments in which the concurrence of the House is requested, a bill of the House of the following title:

H.R. 1420. An act to amend the National Wildlife Refuge System Administration Act of 1966 to improve the management of the National Wildlife Refuge System, and for other purposes.

The message also announced that the Senate had passed a bill of the following title, in which the concurrence of the House is requested:

S. 1161. An act to amend the Immigration and Nationality Act to authorize appropriations for refugee and entrant assistance for fiscal years 1998 and 1999.

The message also announced that pursuant to sections 276d-276g of title 22, United States Code, as amended, the Chair, on behalf of the Vice President, appoints the following Senators as members of the Senate Delegation to the Canada-United States Interparliamentary Group during the 1st Session of the 105th Congress, to be held in Nova Scotia and Prince Edward Island, Canada, September 11-15, 1997: The Senator from Washington [Mrs. MURRAY], vice chair; the Senator from Maryland [Mr. SARBANES]; and the Senator from Hawaii [Mr. AKAKA].

### APPOINTMENT OF MEMBERS TO CANADA-UNITED STATES INTERPARLIAMENTARY GROUP

The SPEAKER. Pursuant to the provisions of 22 U.S.C. 276d, the Chair appoints the following Members of the House to the Canada-United States Interparliamentary Group, in addition to Mr. HOUGHTON of New York, chairman, appointed on March 13, 1997:

Mr. BEREUTER, Nebraska  
Mr. GOSS, Florida  
Mr. STEARNS, Florida  
Mr. MANZULLO, Illinois  
Mr. ENGLISH, Pennsylvania  
Mr. SANFORD, South Carolina  
Mr. HAMILTON, Indiana  
Mr. OBERSTAR, Minnesota  
Mr. PETERSON, Minnesota  
Ms. DANNER, Missouri  
Mr. HASTINGS, Florida

### ANNOUNCEMENT BY THE SPEAKER PRO TEMPORE

The SPEAKER pro tempore (Mr. SUNUNU). The Chair announces he will entertain fifteen 1-minutes on each side.

### KITCHENGATE?

(Mr. CHABOT asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. CHABOT. Mr. Speaker, we never know what we are going to learn next about the White House when we pick up the morning newspaper. Earlier this week we learned in the Washington Times that a former assistant White House chef had filed a complaint with the Equal Employment Opportunity Commission alleging discrimination. It seems that the former head chef received a secret \$37,000 payment and a good recommendation in return for keeping details of the firing quiet.

According to the former chef, he was fired because, and I quote, "He was fat and spoke with a French accent."

□ This symbol represents the time of day during the House proceedings, e.g., □ 1407 is 2:07 p.m.

Matter set in this typeface indicates words inserted or appended, rather than spoken, by a Member of the House on the floor.



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We do not know exactly what was going on in the White House kitchen, but we do know that personnel problems at 16030 Pennsylvania Avenue are nothing new. We all remember the saga of Billy Dale, the civil servant whose life was thrown in turmoil and whose savings were drained when Mr. and Mrs. Clinton sought to staff the White House travel office with their own cronies.

Let us see. We have suffered through Travelgate, Whitewatergate, Pillowgate, Buddhist Templegate, Filegate, and now, Kitchengate. Lord help us.

#### AMERICANS WANT TO CHANGE CIVIL TAX CASE BURDEN OF PROOF

(Mr. TRAFICANT asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. TRAFICANT. Mr. Speaker, the American Bar Association does not want it, former IRS commissioners do not want it, the current IRS commissioner does not want it, tax attorneys do not want it, IRS collection agents do not want it. All of these bureaucrats and special interest people do not want Congress to change the burden of proof in a civil tax case.

Some surprise, Mr. Speaker.

All of these bureaucrats and special interest people have one major thing in common: They all make big bucks off the backs of the American people. Beam me up. I must admit, the only people in America that support changing the burden of proof in a civil tax case are the American people, in record numbers, and it is very simple: They are taxed off, they are fed up, and they want Congress to right this major wrong. Congress was not elected to represent special interest bureaucrats and the IRS.

#### EDUCATION SPENDING, HIGHER; SAT SCORES, LOWER

(Mr. GIBBONS asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. GIBBONS. Mr. Speaker, is there a relationship between how much money is spent on education and how well our students perform academically? After all, if I look at a graph showing the SAT scores since 1960 and spending on education since 1960, I might be tempted to conclude that spending just keeps going higher and higher while SAT scores keep going lower and lower.

Further, an independent analysis of how much money spent on education in cities like Washington, DC, New York, Chicago, or Kansas City will show that school districts that spend the most often have the worst schools.

What is the logical conclusion? When I speak to teachers in my district and throughout Nevada they all agree that it is important that schools are ade-

quately funded but no one says that the money is the most important thing. So what makes for better student achievement? Most important are loving parents who teach their children that reading, writing, and arithmetic are important. No government program can do that. That is something money cannot buy.

#### IN SUPPORT OF THE WIDENING INVESTIGATION OF PERSIAN GULF WAR ILLNESSES

(Mr. SANDERS asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. SANDERS. Mr. Speaker, 6 years after the Persian Gulf war, 70,000 veterans of that war, including hundreds in my State of Vermont, continue to suffer. Six years after the Persian Gulf war, the Department of Defense and the Veterans' Administration acknowledge that they do not know the cause of that illness and have not developed an effective treatment protocol. Six years after that war, the General Accounting Office and the Presidential Advisory Committee on Gulf War Illness have discussed at length the ineptitude of the DOD and the VA in addressing that issue.

Mr. Chairman, I am delighted that within the Labor-HHS bill there is now an appropriation of \$7 million over a 5-year period to go to an outside agency, the National Institute of Environmental Health Sciences, so that they can begin to study the cause of the chemical impact on gulf war illness and hopefully develop a treatment.

It is about time we went outside of the DOD and the VA. It is a major step forward, and I thank the chairman of that committee for his effort in this direction.

#### WHY LOOK TO THE FEDERAL GOVERNMENT TO MAKE BAD SCHOOLS BETTER?

(Mr. HEFLEY asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. HEFLEY. Mr. Speaker, as the Washington Post reported last month, despite a booming economy and a soaring stock market, most Americans think America is on the wrong track. They are deeply mistrustful of the Government's ability to solve the problems that most concern them.

My question is, if 75 percent of Americans do not trust the Government to solve the problems that most concern them, why, why do liberals keep turning again and again to the Government to solve the problems? Most astonishingly of all, why would liberals look to the Federal Government in Washington to somehow make bad schools good or mediocre schools better?

Mr. Speaker, certainly the education of our children is one of the most important issues on the minds of those

who have kids in school, and certainly we can all agree that if there is one thing Government excels at, it is mediocrity.

If our goal is mediocrity, then, yes, we should sing the praises of the Federal Government's wonderful powers to make bad schools better. But if we care about excellence, then look to school choice, local control, parents, educational savings accounts, and more competition to produce better schools for our children.

#### REPUBLICAN PARTISAN SELF-INTEREST PREVENTS CAMPAIGN FINANCE REFORM FROM COMING TO THE FLOOR

(Mr. PALLONE asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. PALLONE. Mr. Speaker, the Republican leadership continues to thwart Democratic efforts to bring campaign finance reform to the House floor for a vote. The Republican majority leader, the gentleman from Texas [Mr. ARMEY], told Congress Daily earlier this week that he doubted campaign finance reform would come to the floor this fall.

I have to say, Mr. Speaker, that Americans are crying out for reform because they feel that too much money is spent in congressional elections. But what is incredible is that the Republican leadership wants more money spent in campaigns, and few, if any, restrictions on the contributions of wealthy individuals.

Speaker GINGRICH was recently quoted, and I see the chart here, saying "Let any American citizen give any amount. Let everyone play. Let them buy all the ads they want. Let them send all the direct mail they want."

Once again, Mr. Speaker, the Republican partisan self-interest is preventing them from acting in the public interest.

#### SCHOOL CHOICE LETS PARENTS MAKE THE RIGHT DECISION FOR THEIR CHILDREN

(Mr. TIAHRT asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. TIAHRT. Mr. Speaker, when parents express their unhappiness about the quality of schools where they live, it is very rare that they point to insufficient money as a source of their unhappiness. In fact, it is almost never a question of money. They are much more likely to point out no respect for authority and the lack of discipline in the classroom, their fear of violence in schools, or their disagreement with the values and attitudes taught their children.

Mr. Speaker, school choice already exists to some degree in America. In fact, many parents decide where they

wish to live based on the quality of the public schools in a given neighborhood. They vote with their feet, by moving to the school district of their choice. But many parents lack the means to choose the neighborhood with the best schools, or they lack the flexibility to move to a better neighborhood because of their work.

Republicans want to help parents. We want to make school choice available for more parents, because we trust parents to make the right choice for their children. That is why we support school choice.

#### PUBLIC EDUCATION IS THE ENGINE OF PROGRESS

(Mr. UNDERWOOD asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. UNDERWOOD. Mr. Speaker, I rise to take strong objection to the derisive tone about public schools, labeled "government schools," as we debate the merits of vouchers. Universal public schooling is uniquely American and is the basis for the progress of this Nation.

We forget that basic public education has sustained this country through difficult times. It was the engine of industrial development, made the 21st century the American century, and makes us the leader in the Information Age. We have forgotten the intrinsic relationship between our public schools, not someone else's government schools, and our national development.

If there are problems, and there certainly are, then let us fix them with resources and reform, and that is what we stand for on this side of the aisle. But we must remember that reform means altering to improve, not to deny resources so that improvement cannot occur.

Regardless of what has been stated, this is the bottom line on vouchers. It is an elitest idea masquerading as a public benefit which will radically restructure the very American school system that has made possible the progress we enjoy as Americans.

Are there any John Deweyes or Horace Manns left in this country?

#### EMPOWER PARENTS AND TEACHERS, NOT BUREAUCRATS

(Mr. ROGAN asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. ROGAN. Mr. Speaker, we Republicans have one basic, simple belief when it comes to education. We believe in empowering parents and teachers. We do not believe in empowering Federal bureaucrats. For all the good intentions of those who believe that Washington regulators should run our public schools, no Federal program can be designed to get parents to teach children to read at night or get them to love books.

□ 1015

No Federal program will ever teach children to admire virtue. No Federal program will bring us orderly classrooms. No Federal program will help when children fail to do their homework.

If children have to pass through metal detectors on their way to school and be in daily fear while trying to obtain an education, no Federal program from Washington is going to correct that situation.

More importantly, when it comes to those Members of Congress looking to Federal bureaucrats to fix our schools, I can only say that no Federal program will give them common sense. We need to empower parents and teachers, and move away from Washington trying to run our schools.

That is the only solution available to ensure our children will obtain a world-class education from world-class schools.

#### HOUSE SHOULD REPEAL \$50 BILLION TAX BREAK FOR TOBACCO INDUSTRY

(Mr. DOGGETT asked and was given permission to address the House for 1 minute.)

Mr. DOGGETT. Mr. Speaker, yesterday one body in this Congress voted to repeal the \$50 billion tax break bestowed on the tobacco industry by this Gingrich-led House. Now this House must do the same and do it immediately.

Some may view it as a mere coincidence that the No. 1 contributor in this country of corrupting soft money to the Republican Party is Philip Morris Tobacco. The No. 2 contributor of corrupting soft money in this country to the Republican Party is R.J. Reynolds Tobacco. Together they gave about \$1 million in soft money to the Republican Party in the first 6 months of this year, and in month 7 their industry received a \$50 billion tax break, a tax break buried under the title "Small Business Job Protection" in the balanced budget tax agreement.

Speaker GINGRICH, schedule votes on both the ban on soft money and the repeal of this \$50 billion tax break for the tobacco industry on the same day. Eliminating two such evils at once would not be a coincidence in this special interest Congress, it would be a miracle.

#### THE ART OF BEING FREE

(Mr. WELDON of Florida asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. WELDON of Florida. Mr. Speaker, one reason why education is such an important issue is because it is education which should play such a vital role in teaching, in the words of Alexis de Toqueville, "the art of being free."

Mr. Speaker, few Americans these days think about the art of being free,

I suspect, and few schools talk about the democracy and the American republic in terms of the art of being free. But all one has to do is look around the world and it is quite obvious that societies are free not by virtue of free elections alone; not by the virtue of a written constitution that guarantees freedom on paper only; not by virtue of a judicial system that promises justice, but is corrupted by arbitrary Government power and police misconduct.

No, Mr. Speaker, the art of being free must be taught at home, cultivated in school, and given free expression and practice. The habits of freedom are encouraged in schools through the study of the uniqueness of America, our belief in individual rights over group rights, our history of forward-looking optimism, and the shared faith in the availability of the American dream to all.

#### SPECIAL INTEREST CAMPAIGN CONTRIBUTIONS CORRUPT DEMOCRATIC PROCESS

(Mr. MILLER of California asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. MILLER of California. Mr. Speaker, we now know where Speaker GINGRICH stands on campaign finance reform. The Speaker does not think there is enough money. He says they ought to be able to give any amount they want. Let everyone go play.

Mr. Speaker, when those people gave hundreds of thousands of dollars in soft money, they were not playing. When they met in the minority whip's office to gut the Clean Water Act of this Nation, they were not playing. When they met with the leadership to gut the environmental laws of this Nation, they were not playing.

Mr. Speaker, they are not playing when they give hundreds of thousands of dollars and then try to stop food safety laws in this Nation, and they certainly were not playing late at night last month when they got a \$50 billion tax cut for the tobacco companies.

No, Mr. Speaker, these are not people who are playing. These are special interests who are corrupting this democratic process, who are corrupting this House, who are corrupting this Senate, and who are corrupting the election process in this Nation.

This is about hard ball. This is about special interests, tax preferences and gifts of public resources to campaign contributors.

#### SCHOOL CHOICE EMPOWERS CHILDREN AND THEIR FAMILIES

(Mr. BOB SCHAFFER of Colorado asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. BOB SCHAFFER of Colorado. Mr. Speaker, while Democrats are busy trying to come up with new excuses

why working families should be denied the same educational opportunities that the liberal Washington elite's own children enjoy, innovative Governors and mayors throughout the country are moving forward with school choice.

Democrats say they are not really against working families. Of course, they simply do not mind keeping families trapped in bad schools, for liberals prefer instead promises to reform these bad schools through the magic of the Federal Government. Many of these politicians have idealistic visions about how working families can cope with Government-owned schools in which children do not feel safe, where dumbing down trumps excellence, and where burned out teachers rotate in and out of classrooms more often than the Yankees try new managers.

Mr. Speaker, they propose to, get this, pump more money into the very same Government schools that have failed them year after year after year, with no mention of changes in structure or in methods.

A generation of illiterates does not deter Washington liberals in their misdirected intentions. Everyone at their cocktail parties is in agreement that denying school choice for everyone else's children is a victory for the Washington bureaucracy. Republicans have a different idea: School choice empowers children and their families.

#### HOUSE SHOULD HEED AMERICA'S CRY FOR CAMPAIGN FINANCE REFORM

(Mrs. MINK of Hawaii asked and was given permission to address the House for 1 minute and to revise and extend her remarks.)

Mrs. MINK of Hawaii. Mr. Speaker, I take this time again to call upon the leadership of the House of Representatives to listen to the cries for reform from the people of this country.

The Republicans are always saying that they are on the top of the issues that the people cry out for. I cannot think of anything that is more of concern to the people of this country than the articles that they keep reading in the newspaper about hundreds of thousands of dollars that are coming into our national parties and the huge political committees out of control, without regulation, without accountability.

Mr. Speaker, we know that these contributions are having a serious impact not only upon the kind of corrupt legislation that sneaks through this House at midnight without our knowledge, but also a corrupting influence on the public's attitude about elections.

For ourselves, when we put out our campaign solicitations we put right on it that the limitation is \$1,000 per election. The PAC's know they have \$5,000. Why can we not regulate soft money and ban it completely?

#### HOUSE SHOULD REPEAL GIVE- AWAY TO BIG TOBACCO INTER- ESTS

(Mrs. ROUKEMA asked and was given permission to address the House for 1 minute and to revise and extend her remarks.)

Mrs. ROUKEMA. Mr. Speaker, 95 to 3. That was the vote in the United States Senate yesterday to repeal that special midnight multi-billion dollar windfall for the big tobacco companies.

Mr. Speaker, the handwriting is on the wall here. It is now time for the House to follow suit. I would be willing to bet that my colleagues did not know that that provision was in the final version of the bill. We had no idea that it was there. In fact, we had to read about it in the newspapers.

Mr. Speaker, I want to remind my colleagues that I am circulating a letter to Speaker GINGRICH asking that he schedule an up-or-down vote on repeal of this onerous provision. If my colleagues oppose this secret giveaway to big tobacco, sign my letter. They should go on record now and show their constituents that they certainly do not support the middle-of-the-night, under-the-table procedure that was used to enact this provision.

I ask the Speaker to right that wrong now. The handwriting is on the wall. Let us follow the action in the Senate.

#### CAMPAIGN FINANCE SYSTEM IS BROKEN AND NEEDS FIXING

(Ms. WOOLSEY asked and was given permission to address the House for 1 minute and to revise and extend her remarks.)

Ms. WOOLSEY. Mr. Speaker, the American people are talking, but the Republican leadership is not listening.

Mr. Speaker, the people are telling this Congress that they are sick and tired of big money flooding into the halls of Government, and they are fed up with special interests taking priority over the national interests. Mr. Speaker, most of all, they are fed up that the Republican leadership still refuses to act.

Mr. Speaker, let us hold hearings, review the good bills that have already been drafted, and pass meaningful campaign finance reform legislation.

Mr. Speaker, they say that "If it ain't broke, don't fix it." I say that our campaign finance system is broke and it needs fixing.

#### SCHOOL CHOICE AND EDUCATION SAVINGS ACCOUNTS WILL GIVE STUDENTS HOPE

(Mr. ADERHOLT asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. ADERHOLT. Mr. Speaker, for many of our country's poorest children, education is their one ticket out of poverty. In fact, even children in truly horrible schools manage to make

it out of their destitution by relentless determination and plain old hard work.

But, Mr. Speaker, children should not have to pass through metal detectors on their way through the schoolhouse door. If kids are more worried about becoming victims of violence than about getting an "A" on the next exam, how can we expect them to perform their best?

Mr. Speaker, in the face of school violence and disorderly classrooms, to whom can the kids turn? Why, their parents, of course. But what if their parents lack the resources to pull them out of horrible schools?

Mr. Speaker, while the special interests join together in saying too bad or offer up worthless promises, conservatives offer these kids hope in the form of school choice and education savings accounts.

Mr. Speaker, hope is a commodity in short supply in many of our Nation's poorest communities. School choice and education savings accounts give kids and their parents a reason to hope.

#### DEMOCRATS PUSH NATIONAL EDUCATION AGENDA

(Mr. WYNN asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. WYNN. Mr. Speaker, today Democrats want to improve education in America. We want to do it because education is the key to our democracy. We want to do it, more importantly, because education is the key to our children's future.

In the first instance, Democrats believe we need national standards. The fact is that algebra is the same whether a student is from Maine, Missouri or whether they are from my State of Maryland. We need to be able to measure whether our students can master algebra and other subjects so they can compete against their foreign counterparts. We need national standards.

Second, we need school construction funds. We hear the Republicans jump up and say, oh, schools are a local issue. Yes, Mr. Speaker, they are a local issue. But the fact again is that local communities need help. We have crumbling schools. Almost a third of our schools need repairs. They need to fix broken windows and leaking roofs. We have overcrowded schools all over America.

Mr. Speaker, we here in Congress have a duty and responsibility to help local communities. Families play the most critical role, but families cannot build schools alone. Families cannot repair roofs alone. We need a national education agenda that the Democrats are pushing.

#### QUESTIONS ON CAMPAIGN FINANCE REFORM

(Mr. THUNE asked and was given permission to address the House for 1 minute.)

□ 1030

## LOCAL SCHOOL CONTROL

(Mr. METCALF asked and was given permission to address the House for 1 minute.)

Mr. METCALF. Mr. Speaker, I once asked the Washington State superintendent of public instruction a question: What would happen in the classrooms of our State if we cut your budget 50 percent? His answer, most of what our office does is to counsel and help local school officials to cope with all the Federal rules and regulations.

This is a very good answer. The very best and most simple thing we could do to improve education is to eliminate Federal rules, regulations, and endless bureaucratic redtape and return control of local school districts and school power to school boards.

## COMMUNISM AND PUBLIC EDUCATION

(Mr. EDWARDS asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. EDWARDS. Mr. Speaker, there are few issues more important to the future of our Nation than public education. That is why I was amazed and deeply disappointed that yesterday a Republican House Member actually on the floor of this House compared America's public schools to the Communist legacy. To mention our public schools in the same breath with the idea of communism is extremism at its worst. It is the kind of extreme statement I am sure that would make Joseph McCarthy proud.

In my opinion, this Republican statement ranks right up there with the John Birch Society calling former President Eisenhower a Communist. I would suggest this is the type of extremist belief that has caused great problems for the modern day Republican Party.

I am proud that the Democratic Party, based on the values of Thomas Jefferson, not Carl Marx, believes public education is a vital American institution, not something related to the Communist legacy.

## AIDS

(Mr. GANSKE asked and was given permission to address the House for 1 minute.)

Mr. GANSKE. Mr. Speaker, I rise to talk about something that will be voted on today. Despite some recent successes, AIDS continues to ravage our country. But even as public education campaigns have helped discourage some high-risk behaviors, needle sharing remains one of the most significant modes of HIV transmission.

Mr. Speaker, the battle against AIDS will continue to be uphill until we can reduce the transmission of HIV through shared needles. Numerous studies have shown that needle exchange programs hold promise as a means to slow the spread of AIDS.

## AUGUST IN WASHINGTON

(Mr. GUTKNECHT asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. GUTKNECHT. Mr. Speaker, President Clinton has just returned from a 3-week vacation on Martha's Vineyard. We all hope the President got some well-deserved rest, but in case he did not get a chance to pick up a paper or watch the news, here is some of what he missed during the last 3 weeks.

First of all, Paula Jones got her date in court. It was also revealed that Vice President GORE used his soft touch to raise some hard cash at the White House on the taxpayers' dime. It was also reported in the news that his former Secretary of Agriculture, Mike Espy, was indicted on 36 counts of garden variety corruption and unethical behavior. And finally, the Whitewater prosecutors obtained another guilty plea from a witness. Augusts are usually pretty dull months here in Washington, but not with this administration.

## EDUCATION IS THE GREAT EQUALIZER IN AMERICA

(Ms. DELAURO asked and was given permission to address the House for 1 minute and to revise and extend her remarks.)

Ms. DELAURO. Mr. Speaker, there are certain ideas that are quintessentially American: Freedom of speech; freedom of religion; the notion that every American child, rich, poor, boy or girl, every American child is entitled to a public education. It is one of the things that makes this Nation great.

So, frankly, I have been dismayed and, quite frankly, disgusted by the assault on public education being waged by my colleagues on the other side of the aisle.

Mr. Speaker, yesterday, quite frankly, I could not believe my ears when I heard the gentleman from Colorado refer to public education as "a monopoly," "government-owned schools," and even making reference to public education and public schools in this country as part of a "communist legacy."

Mr. Speaker, they should be ashamed. Access to public education is one of the most precious and fundamental privileges of American life. It is irresponsible, it is simply wrong to imply that America's public schools are "Communist."

Mr. Speaker, I urge my Republican colleagues to stop their efforts to not only defund but, in fact, to degrade American public schools and American public education. It has been the great equalizer in this great Nation of ours.

## IMPROVING EDUCATION SHOULD BE OUR TOP PRIORITY

(Mr. MCGOVERN asked and was given permission to address the House for 1 minute.)

Mr. MCGOVERN. Mr. Speaker, as Members of Congress, we have no more sacred responsibility than to devote our full collective energy to improving education all across this Nation. For starters, we need to commit today to the highest possible academic standards for our children. Today students will be entering a highly competitive work force that will demand greater knowledge and skills. High educational standards are the key to preparing our children for the global economy of the 21st century.

Second, we need to begin rebuilding our crumbling schools. A recent GAO report has found that one-third of American schools need extensive repair. Our children deserve to attend class in an environment that is conducive to real learning. Finally, we, as a Congress, must commit to the cause of reducing overcrowding in schools.

A new Department of Education report found that 52 million children have enrolled in schools this fall, threatening to make the problem of overcrowding a national crisis. We should do all we can to help local school districts deal with this challenging issue. Democrats will continue to make education our top legislative priority.

I call on my Republican colleagues, I plead with them to stop the obstructionism, to join with us in our efforts. Let us put our kids first.

The General Accounting Office conducted a review of these programs and found that a Connecticut program could reduce new HIV infection among participants by 33 percent in 1 year. A 1997 consensus panel of the NIH was emphatic on the possible benefits of needle exchange programs, stating they do not increase needle injecting behavior among current drug users, do not increase the number of drug users, and do not increase the amount of discarded drug paraphernalia.

I encourage my colleagues, do not take away the Secretary's discretion on the needle exchange program today.

#### COMPARING PUBLIC EDUCATION TO COMMUNISM

(Mr. GREEN asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. GREEN. Mr. Speaker, here we go again. After the Civil War, we had radical Republicans trying to punish the South. Now we have latter day radical Republicans attacking public education, and yesterday we had a Republican colleague compare public education to a Communist legacy.

Public education is a local responsibility; State and school districts, especially parents. To compare public education to communism does a disservice to the millions of students, teachers, and parents who work hard every day to educate their children.

Mr. Speaker, 75 percent of Americans support public education. It is unconscionable to equate support for public education with communism. Communism and public education? Not in our United States.

#### EXTREMISM

(Mr. KINGSTON asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. KINGSTON. Mr. Speaker, I want to get this correct. I just heard the Democrat Party say that the Republicans who freed the slaves in the Civil War were radical extremists. I just want to make sure we got that right in the RECORD. The Republicans who led the fight against slavery were radical extremists? Very interesting concept.

I thought that that chapter of our Nation's history was a sad one, but unfortunately a necessary one.

I think it is a real mischaracterization when you try to say because someone is saying the Government does not have all the answers, that you say that that means that they are extremist.

Look at the Washington, DC, school system. Washington, DC, schools are not even open. In fact in our office, we have a student from Washington, DC, because she cannot go to her school because the inept, incompetent, overspending, potentially corrupt government system run by the U.S. Congress

to a large degree in Washington, DC, cannot even open.

I think you can balance out the best of government and the best of the private sector and do what is best not for political parties but for the children of America and education.

#### CAMPAIGN FINANCE REFORM NOW

(Mr. DEFAZIO asked and was given permission to address the House for 1 minute.)

Mr. DEFAZIO. Mr. Speaker, remember the handshake, the handshake between Speaker GINGRICH and President Clinton, June 11, 1995? The agreement that would go forward with campaign finance reform in this country at least?

Eight hundred and twenty-two days ago, \$2.5 billion ago, untold scandals ago, they shook hands. Now what does the Speaker say? The Speaker says there is not enough money in the system; we should undo the few remaining reforms and protections we have.

The Republicans want to focus only on the Democrats' problems. The Democrats have problems. I admit it. The system is corrupt and corrupting for both sides of the aisle. That is true. But remember Simon Fireman, the vice chairman of Mr. Dole's Committee on Finance, was convicted of money laundering. He received a \$6 million fine, pled guilty to 74 counts of laundering illegal contributions for the Republican Presidential candidate, and was sentenced to 6 months in jail. This is a problem on both sides of the aisle. We need campaign finance reform action now.

#### EDUCATION

(Mr. LAHOOD asked and was given permission to address the House for 1 minute and to revise and extend his remarks.)

Mr. LAHOOD. Mr. Speaker, I come to the floor today to express, in part, my agreement with the gentleman from Texas who says that local people want to have control over their local school boards. That is why we have local elected board members, to run the schools so that they can hire the administrators and the teachers to do that.

Yet, here in Washington, we have people at the White House and other agencies wanting bureaucrats to tell local boards what kind of test scores they should have, what kind of standards they should have.

Mr. Speaker, local people do not want to be told what the standards should be. They know what the standards should be. They do not want bureaucrats in Washington dictating to them what kind of standards should be set. That is why they get elected.

I would encourage those people who are trying to persuade local elected officials that people in Washington know more about it is just absolute nonsense. We should discourage that and give people back the opportunity to

run their schools the way they should be run.

#### GENERAL LEAVE

Mr. PORTER. Mr. Speaker, I ask unanimous consent that all Members may have 5 legislative days in which to revise and extend their remarks on the further consideration of H.R. 2264, and that I may include tabular and extraneous material.

The SPEAKER pro tempore (Mr. HEFLEY). Is there objection to the request of the gentleman from Illinois?

There was no objection.

#### DEPARTMENTS OF LABOR, HEALTH AND HUMAN SERVICES, AND EDUCATION, AND RELATED AGENCIES APPROPRIATIONS ACT, 1998

The SPEAKER pro tempore. Pursuant to the order of the House of Thursday, July 31, 1997, and rule XXIII, the Chair declares the House in the Committee of the Whole House on the State of the Union for the further consideration of the bill, H.R. 2264.

□ 1042

#### IN THE COMMITTEE OF THE WHOLE

Accordingly the House resolved itself into the Committee of the Whole House on the State of the Union for the further consideration of the bill (H.R. 2264) making appropriations for the Departments of Labor, Health and Human Services, and Education, and related agencies for the fiscal year ending September 30, 1998, and for other purposes, with Mr. LAHOOD, Chairman pro tempore, in the chair.

The Clerk read the title of the bill.

The CHAIRMAN pro tempore. When the Committee of the Whole rose on Wednesday, September 10, 1997, the bill was open for amendment from page 78, line 12, through page 78, line 22.

Are there any amendments to this portion of the bill?

The Clerk will read.

The Clerk read as follows:

#### CORPORATION FOR NATIONAL AND COMMUNITY SERVICE

##### DOMESTIC VOLUNTEER SERVICE PROGRAMS, OPERATING EXPENSES

For expenses necessary for the Corporation for National and Community Service to carry out the provisions of the Domestic Volunteer Service Act of 1973, as amended, \$227,547,000.

#### CORPORATION FOR PUBLIC BROADCASTING

For payment to the Corporation for Public Broadcasting, as authorized by the Communication Act of 1934, an amount which shall be available within limitations specified by that Act, for the fiscal year 2000, \$300,000,000: *Provided*, That no funds made available to the Corporation for Public Broadcasting by this Act shall be used to pay for receptions, parties, or similar forms of entertainment for Government officials or employees: *Provided further*, That none of the funds contained in this paragraph shall be available or used to aid or support any program or activity from which any person is excluded, or is denied benefits, or is discriminated against,

on the basis of race, color, national origin, religion, or sex.

AMENDMENT NO. 28 OFFERED BY MR. CRANE

Mr. CRANE. Mr. Chairman, I offer an amendment.

The CHAIRMAN pro tempore. The Clerk will designate the amendment.

The text of the amendment is as follows:

Amendment No. 28 offered by Mr. CRANE:  
Page 79, strike lines 8 through 21.

Mr. PORTER. Mr. Chairman, I ask unanimous consent that debate on this amendment and all amendments there-to close in 30 minutes and that the time be divided 15 minutes for the gentleman from Illinois [Mr. CRANE], 5 minutes for myself, and 10 minutes for the gentlewoman from Connecticut [Ms. DELAURO].

The CHAIRMAN pro tempore. Is there objection to the request of the gentleman from Illinois?

There was no objection.

The CHAIRMAN pro tempore. The amendment will be considered for 30 minutes. The gentleman from Illinois [Mr. CRANE] will be recognized for 15 minutes, the gentleman from Illinois [Mr. PORTER] will be recognized for 5 minutes, and the gentlewoman from Connecticut [Ms. DELAURO] will be recognized for 10 minutes.

The Chair recognizes the gentleman from Illinois [Mr. CRANE].

Mr. CRANE. Mr. Chairman, I yield myself such time as I may consume.

CPB is funded by a 2-year advance appropriation, and this year Congress will provide CPB funding for the fiscal year 2000.

In the 104th Congress, the House Committee on Appropriations provided only \$240 million for CPB in fiscal year 1998. However, \$10 million was added back in conference, and now in the 105th, the Committee on Appropriations has increased funding for CPB in fiscal year 2000 from \$250 to \$300 million.

The CPB funding bill has come before the floor during this week and I have reintroduced my amendment to terminate funding for CPB. At a time when we are trying to balance the budget, we must eliminate agencies like the CPB, and I am not exclusively targeting CPB. We must reduce or eliminate much of the Washington bureaucracy.

□ 1045

For the past 4 years the Republicans have continually reduced funding for CPB. For fiscal year 1996 the appropriation was \$275 million; 1997, \$260 million; 1998, \$250 million.

I have with me the report from the Committee on Appropriations from the 104th Congress and it notes that the bill provides \$240 million for the Corporation for Public Broadcasting for fiscal year 1998, a decrease of \$20 million below the comparable 1997 funding level and \$56,400,000 below the President's request.

This level of funding will continue the process of graduating the CPB from annual Federal appropriations with the

goal of achieving independence from the Federal Government that was the goal of the Republican-controlled 104th Congress. And now, as I say, we are looking at reversing what we made a commitment to do and escalating the expenditure levels for CPB.

Federal spending is a small percentage of public broadcasting's revenue. Of public broadcasting's \$1.9 billion budget in 1995, only about 15 percent of that comes from Federal appropriations. The functions of public broadcasting, education, entertainment, diversity, are now duplicated in other entities, such as cable, direct satellite, VCR's, and public access shows.

PBS has a nondisclosure agreement with the producers of Barney. However, the last figures from a 1995 Wall Street Journal article reported that despite Barney's \$1 billion gross revenues and Barney's founder Sheryl Leach's \$84 million earnings, almost nothing goes to CPB. After public broadcasters provided exposure for Barney, Barney has become an institution.

Barney was created by the Lyons group. Founder Sheryl Leach and her partner were listed as one of Forbes Magazine's highest paid entertainers with 1993-94 earnings of \$84 million.

CPB discriminates in its distribution of money. It sends money to the stations with the most powerful signals and the largest measured audiences and shies away from financing more than one outlet in a single market. However, many public TV stations themselves are now redundant. CPB estimates that 58 percent of Americans receive two or more public TV stations. Chicago gets three; New York, four; Washington, DC, three; Kansas City, two.

Public broadcasting funds should go to rural stations where the need for access and diversity is most acute. If CPB were truly the philanthropic organization it claims to be, cuts in its budget would not lead to the end of small stations; instead it would end big stations where consumers have a number of choices. Small stations, where there are limited alternatives, would be the last to go.

Finally, if private cable channels, such as Arts & Entertainment, C-SPAN, ESPN, and the History Channel are all private and successful, if CPB were privatized it could do well.

Mr. Chairman, I reserve the balance of my time.

Mr. PORTER. Mr. Chairman, I yield myself such time as I may consume.

Let me begin by saying that the gentleman from Illinois, my colleague in the Eighth District, is exactly right; that when I became chairman of the subcommittee 2½ years ago, we did begin the process of downsizing CPB with the intention of phasing out all appropriations. We came down from a high of \$315 million, to \$275, then \$260, then \$250 million, which is the funding level now.

The leadership of the House suggested that CPB ought to become inde-

pendent and that it ought to graduate from dependence upon public funds; a goal that I strongly supported. We did the downsizing of the advanced appropriation for CPB with the express objective of putting pressure on that process in order to bring about an independent status for CPB and a funding source outside of the Federal Treasury.

Last year, former Representative Fields, then chairman of the authorizing committee responsible for reporting the legislation necessary to make CPB an independent corporation, ended that process. In our subcommittee last year we reported out a bill that reduced CPB funding from \$250 to \$225 million, but before we got to the full committee, Chairman Fields issued a public letter indicating that we should not approve any further downsizing of the Corporation for Public Broadcasting, that we would not reach the goal of ending appropriations.

That letter came as a great surprise to me, and under the circumstances, I was forced to restore funding to the CPB budget. This year we have a new authorizing chairman, the gentleman from Louisiana [Mr. TAUZIN], with whom I have discussed the future of CPB. It is my understanding that he will not be able to report out legislation to graduate CPB from Federal funding at this time.

Mr. Chairman, given that we have changed our policy on the Corporation for Public Broadcasting, I believe that we cannot leave it dying on the vine. If the policy is to transition CPB to independence, I will, as I have, support it, but a reasonable timeframe to allow public broadcasting to continue on its own seems now to be our policy.

If our policy is to continue CPB as a Federal enterprise, however, and former Representative Fields and the gentleman from Louisiana [Mr. TAUZIN] have made it clear that that is our policy, then we must provide sufficient resources to make the system work. It is for that reason that I have added funding again to this account.

I am and continue to be a very strong supporter of public broadcasting, which I think adds immeasurably to our society; and for those reasons I would strongly oppose this amendment.

I might note for the Members that the same amendment was offered on the fiscal year 1996 bill when it failed by 150 votes, 136 to 286; and Members should be advised that they have previously voted on exactly the same amendment.

Mr. Chairman, I reserve the balance of my time.

Ms. DELAURO. Mr. Chairman, I yield myself such time as I may consume.

Mr. Chairman, immediately after the Republican revolution, Speaker GINGRICH told the American people that he would never permit a bill to come to the floor with funding for public television. What happened? Quite frankly, the Speaker failed, but the American public spoke out. People who had never written to their Members of Congress



before, had never telephoned their Members of Congress before, started writing and calling in droves.

Piles of letters started building up in congressional offices, literally feet deep, defending public broadcasting. Parents whose children had grown up with Ernie and Bert and Big Bird and Grover and with Snuffleupagus; parents who preferred their children to be learning gentle lessons of life from Mr. Rogers and Barney, rather than "Cops" or soap operas; men and women of all income levels who watch Wall Street Week with Louis Rukeyser or "Mystery" or "This Old House"; men and women of all income levels whose drives to work are made more tolerable by National Public Radio.

Public television reaches 90 percent of American households. The American public does not view the Corporation for Public Broadcasting as waste, fraud, and abuse.

Public broadcasting's children's programming helps prepare our kids for school, teaching them about the world around them. It teaches the ABC's, the 1-2-3's, and it teaches about neighborhoods and sharing and right and wrong. It provides instructional broadcasting for elementary school kids, with shows that teach about geography, such as "Where in the World Is Carmen San Diego"; and teaches about science, such as "Dan, Dan the Science Man".

Four out of five teachers in this country used television in their classroom during the 1990 and 1991 school year, serving close to 24 million students. Three of the five most used programs cited by teachers and 6 of the top 10 were initially broadcast by public television.

Public television stations air nearly 1,900 hours of children's programming every single year. Almost 50 percent of the television programs for children which are aired each year is funded by CPB, quality, noncommercial, non-violent television.

If we ask any mother whether she would rather her children watch Mr. Rogers or cartoons interspersed with advertising for toys and sugar cereals, is there any doubt in anyone's mind which she would choose?

More than three-quarters of the country's public television stations offer for-credit adult courses at various levels, in addition to instructional videos for teachers and classroom use and informal educational television that millions of adults watch at home on any given night. None of this would be possible without public funding.

Federal funding represents a small percentage of public broadcasting's income, about 15 percent, but it is a stable source which makes it possible for public broadcasting to leverage other private funds. For every \$1 of Federal funding, public broadcasting raises more than \$5 from other sources, and by law, 89 percent of the Federal funds allocated to CPB go directly to communities.

Public television cannot raise all of the funds it needs to operate public tel-

evision stations. While the license holders of characters like Barney make a profit off of the sales of Barney stuffed animals, for example, the Corporation for Public Broadcasting and public broadcasting stations do not benefit from those sales because they do not own the rights to those characters.

The appropriation in this bill is still \$62 million below what it was when the Republican majority took control of the Congress, and it is still below the President's request of \$325 million. The Federal investment represents only \$1 per taxpayer. Is \$1 too much to ask for the television station which has educated so many of us, our children and our grandchildren?

My colleagues, this amendment tries to do what Speaker GINGRICH could not do, and that is to eliminate the Corporation for Public Broadcasting. I urge my colleagues to oppose this amendment.

Mr. Chairman, I yield 5 minutes to the gentlewoman from New York [Mrs. LOWEY].

Mrs. LOWEY. Mr. Chairman, I rise in strong opposition to this amendment which would eliminate the appropriation for public broadcasting in this bill.

My colleagues who were here in the 104th Congress will recall that we fought and won the battle over Federal funding for public broadcasting. Members of the majority party attacked funding for public television and radio on several occasions, but when the American people learned of this attack, they expressed their sentiments loud and clear and the result was a win for public broadcasting and a victory for the American people.

I will never forget that fight because, although we were privileged to be here in the House, to be on the committee, to stand up for the importance of public broadcasting, I can remember the thousands and thousands of letters, all the people from every part of this country, large cities, small cities, people who listen to the radio in the garage stations, seniors who stayed home listening to the television and the radio, everybody was concerned; and it is the thousands and thousands of people who won that vote and won that battle.

Mr. Chairman, "Sesame Street" and other federally supported educational programs reach at-risk children in the home and help our teachers in the classroom. News programs such as the "Lehrer News Hour", those on NPR, inform our citizens. The cultural programs enrich and make more humane all our lives. A failure to adequately fund educational television and radio would be an abandonment of the public's trust.

My colleagues, the \$300 million appropriation for public broadcasting in this bill is still below where it was prior to the start of the Republican Congress and it is still below the President's request of \$325 million.

□ 1100

The notion that Federal funds for public broadcasting do not make a difference to local communities is absolutely false. Some 87 radio and 61 TV stations around the country rely on Federal funds for one-quarter or more of their budgets. These stations, many of which are in rural areas, are often harmed the most when we cut back on Federal support for public broadcasting.

Let us remember that the funding we provide is an incredible value. Every Federal dollar that public television stations receive from CPB is used to generate \$6 in non-Federal funds. Let us also remember one of the prime audiences of public television, children.

I know that many of my colleagues share with me a concern about violence in society. We know that children, if not on their streets, then in their living rooms are bombarded by violent acts and violent images. We also know that most children spend a lot of time in front of the television. As a mother, we might wish that children spent more time reading or engaged in other activities. The fact of modern society is children watch television. Thankfully, they can turn to public television for nonviolent educational programs.

Eighty-three percent of preschoolers watch public television. What we need to do is expand funding and expand programming for public broadcasting so that older children can have the same array of high quality programming. The charge that public broadcasting is just for the so-called elite elements of our society is blatantly false. Sixty percent of regular viewers of public television come from households with incomes of less than \$40,000 a year.

Mr. Chairman, I will repeat what I have said time and time again in the last Congress. The American people overwhelmingly support Federal funds for public broadcasting. We have a responsibility to listen and I strongly urge my colleagues to vote against this amendment.

Mr. PORTER. Mr. Chairman, I yield 2 minutes to the distinguished gentleman from Louisiana [Mr. TAUZIN], the chairman of the authorizing committee.

(Mr. TAUZIN asked and was given permission to revise and extend his remarks.)

Mr. TAUZIN. Mr. Chairman, I thank the chairman of the appropriations subcommittee for yielding me this time. Let me first of all concede that the authors of the amendment have made some valid points, that public broadcasting is indeed in need of reform. Duopolies exist that spending the kind of money that we are going to need to move public broadcasting into the digital age will be a very expensive proposition and that we will need to reform the whole concept of public broadcasting to make it work in the digital age.

Let me also concede that there is something wrong in public broadcasting, and I think part of it is our own



fault because we have chartered public broadcasting as a public entity to do public-type broadcasting and yet condemned it to act like commercial broadcasters, to go out into the private sector and seek commercial-like advertising for its products and to compete with commercial broadcasters for commercially viable products.

That was not the concept behind public broadcasting. We need to return to the right concept. We need to fund public broadcasting correctly. We need to reform out the duopolies, move it into the digital age and make this thing work, but let me urge my colleagues to resist this amendment, as the gentleman from Massachusetts [Mr. MARKEY] and I have urged them in a "Dear Colleague" letter this week.

We are currently working on those reforms at the subcommittee level. The Subcommittee on Telecommunications, Trade, and Consumer Protection is right now drafting a set of reforms to make public broadcasting indeed public broadcasting and to set up a trust funding mechanism for the exercise of the public broadcasting function. We will be resisting the efforts of some to make commercial broadcasters look like public broadcasters, just as we will be resisting the effort to eliminate public broadcasting or to make it look like commercial broadcasting.

It is time we have this debate, but to simply cut the funding now when we are in the process of actually enacting these reforms, devising them and setting out the proper funding mechanism for public broadcasting is a severe mistake. Public broadcasting is very sacred to America. We need to preserve it. But we need to reform it. The place to do it is at the authorizing committee. I urge Members to reject this amendment.

Mr. HEFLEY. Mr. Chairman, if all the speakers are finished, I am prepared to yield back the time of the gentleman from Illinois [Mr. CRANE]. I am sitting in for him. I have an amendment which will follow, which will just hold the funding level.

The CHAIRMAN pro tempore [Mr. LAHOOD]. The gentlewoman from Connecticut has 30 seconds remaining.

Mr. HEFLEY. Mr. Chairman, I have no further requests for time, and I yield back the balance of my time.

Ms. DELAURO. Mr. Chairman, I yield myself the balance of my time.

Mr. Chairman, I would just conclude on this amendment that I think it does not take us in the right direction. We ought to continue the effort. What we should not be willing to do is to eliminate public broadcasting, which in fact has helped to educate a generation of Americans. We ought to continue this program for the good of this country.

The CHAIRMAN pro tempore. The question is on the amendment offered by the gentleman from Illinois [Mr. CRANE].

The question was taken; and the Chairman pro tempore announced that the noes appeared to have it.

Mr. HEFLEY. Mr. Chairman, I demand a recorded vote.

The CHAIRMAN pro tempore. Pursuant to the order of the House of Thursday, July 31, 1997, further proceedings on the amendment offered by the gentleman from Illinois [Mr. CRANE] will be postponed.

AMENDMENT NO. 25 OFFERED BY MR. HEFLEY

Mr. HEFLEY. Mr. Chairman, I offer an amendment.

The CHAIRMAN pro tempore. The Clerk will designate the amendment.

The text of the amendment is as follows:

Amendment No. 25 offered by Mr. HEFLEY: Page 79, line 13, after the dollar amount, insert "(reduced by \$50,000,000)".

Mr. PORTER. Mr. Chairman, I ask unanimous consent that all debate on this amendment and all amendments thereto close in 30 minutes, and that the time be divided 15 minutes for the gentleman from Colorado [Mr. HEFLEY], 7½ minutes for myself, and 7½ minutes for the gentlewoman from Connecticut [Ms. DELAURO].

The CHAIRMAN pro tempore. Is there objection to the request of the gentleman from Illinois?

There was no objection.

The CHAIRMAN pro tempore. The gentleman from Colorado [Mr. HEFLEY] will control 15 minutes, and the gentleman from Illinois [Mr. PORTER] and the gentlewoman from Connecticut [Ms. DELAURO] will each control 7½ minutes.

The Chair recognizes the gentleman from Colorado [Mr. HEFLEY].

Mr. HEFLEY. Mr. Chairman, I yield myself such time as I may consume. What this amendment does is not to do away with public broadcasting. I am not trying to do away with public broadcasting. What I am trying to do is to do away with the \$50 million increase in public broadcasting that is in this.

For the life of me, I do not understand how we get to this kind of a point, kind of the business as usual that we just dump more money into every program every year. In the past few years, and I think the gentleman from Illinois [Mr. PORTER] explained it very well on the last amendment, the Federal Government has appropriated less and less money each year to the public broadcasting.

Let me give colleagues a little history on this. We all know that public broadcasting is funded by 2-year advance appropriations. For example, in 1993, Congress provided \$275 million for public broadcasting to use in fiscal year 1996. Since then, we have reduced the yearly appropriation for public broadcasting down to \$250 million, appropriated last year for fiscal year 1999.

Reduced funding, even zero funding and privatization of public broadcasting was a priority of this House just a very short time ago. In fact, let me quote the House Committee on Appropriations report from the first session of the 104th Congress. Recall that this report was written in the year 1995

when \$250 million was ultimately appropriated for public broadcasting. The committee report actually states, "This level of funding will continue the process of graduating public broadcasting from the annual Federal appropriations with the goal of achieving independence from the Federal Government."

Mr. Chairman, in 1995, the Committee on Appropriations of the House of Representatives was on the right track. Now I would like to know what happened. After all of that hard work to begin weaning public broadcasting from the Government, why are we now taking a turn to increase, enormously increase funding for this agency? It simply makes no sense to me. The Corporation for Public Broadcasting uses taxpayer money to fund programs which make millions of dollars for private companies and individuals. A single celebrated public broadcasting children's program generates more annual revenues than the National Hockey League. Yet none of these millions are shared with taxpayers who fund the shows.

We have had this debate before. We were on the right path to reduced Federal funding of the Corporation for Public Broadcasting. But somewhere along the line this year our course was changed and the appropriation for the Corporation for Public Broadcasting was increased to \$300 million. I do not understand this increase. I certainly do not agree with it. Therefore, I offer this amendment to reduce the recommended appropriation for the CPB by \$50 million. That is the amount of the increase, thus keeping the funding for the agency level with last year's appropriation of \$250 million.

Mr. Chairman, some of my colleagues have asked me how will you use this \$50 million? What is the offset you propose? My answer to this is simple. I just remind Members that we do not have this money to spend in the first place. Furthermore, because the CPB is funded with 2-year advance appropriations, we are discussing money to be spent in 2000. Therefore, an offset is not needed.

Our country is operating with a deficit that needs to be reduced. In our strenuous attempts to reduce Federal spending, we have taken pains to scrimp and to save. The funding for many other Government agencies and programs has been reduced this year. So why should the Corporation for Public Broadcasting receive a \$50 million increase? If I am not mistaken, breast cancer research did not receive a \$50 million increase this year. Maybe they did. Literacy did not receive it. Alzheimer's research did not receive it. I cannot tell my colleagues what we could do for the quality of life for our people in the Armed Services that in some cases are living in Third World conditions around the world in our Army bases, on the committee that I chair, if we had \$50 million extra. But we are putting it not into these things,

we are putting it into an increase in public broadcasting.

Again, my amendment will reduce the committee's proposed funding for the CPB by \$50 million so that the Corporation for Public Broadcasting ultimately receives the same amount of money that was appropriated for it last year. Please join me in supporting this level funding for the Corporation for Public Broadcasting.

Mr. Chairman, I reserve the balance of my time.

Mr. PORTER. Mr. Chairman, I yield myself such time as I may consume.

Mr. Chairman, I oppose this amendment. As I said earlier, I am a strong supporter of public broadcasting. I would say to the gentleman this is not an item that is off-budget. It is simply an appropriation for the year 2000 and charged against the allocation for the year 2000 when we come to it.

As I said before, we have dramatically reduced the budget for the Corporation for Public Broadcasting from a high of \$315 million down to \$250 million. At the time we asked the Corporation to undertake major initiatives to downsize and to become more efficient. They did exactly what we asked. By 1996, CPB had reduced its own staff by 25 percent. In this bill, we have asked all administrative staffs to be cut, but I do not know of a single agency that has made the dramatic reduction that CPB has made.

In our hearings, we learned that over 70 percent of households in this country receive more than one public television signal. In some markets, households receive as many as 11 TV signals. We asked CPB to address that problem. The Corporation for Public Broadcasting does not have the legislative authority to unilaterally fix this problem, but under the very strong leadership of Ambassador Richard Carlson, an appointee of both the Reagan and Bush administrations, CPB led the public television industry to adopt a one grant per market policy. This new policy assures that where there is signal overlap, where there is duplication, CPB will stop awarding multiple grants and make only one grant per market.

The system has already achieved much greater efficiency and has reduced duplication. I will continue through the appropriations oversight capacity to ensure that these initiatives are preserved and advanced. But I think the Members should recognize that we have cut funding below a level commensurate with the efficiencies we have required of CPB.

We were on a path to zero funding, and that policy has now been changed. The funding level in this bill is lower than the funding level we provided in the fiscal year 1994 bill, I would say to the gentleman from Colorado. If one considers inflation, the funding the committee is proposing is below the fiscal year 1993 level.

□ 1115

So this appropriation that the committee is recommending for the year

2000 recommends a freeze, as compared to the amount provided in the fiscal year 1993 bill. Few other agencies of this Government can make this claim.

Mr. Chairman, the recommended level, I believe, is a good one. It ensures that CPB continues to be efficient and reduce duplication, and it ensures that the public broadcasting system has sufficient resources to operate sufficiently. I would urge Members to oppose the amendment.

Mr. Chairman, I reserve the balance of my time.

Ms. DELAURO. Mr. Chairman, I rise in opposition to this amendment and yield 4 minutes to the gentleman from New York [Mr. ENGEL], who has been a champion of the Corporation for Public Broadcasting.

Mr. ENGEL. Mr. Chairman, I thank the gentlewoman from Connecticut for yielding me this time.

Mr. Chairman, I rise strongly in opposition to this amendment. There is no reason to have any kind of an assault on public broadcasting when public broadcasting has been so successful and it is a public-private relationship that works.

We talk a lot about eliminating wasteful Government programs. I think we are all for eliminating wasteful Government programs. But when we have a program that works, when we have a program that is not wasteful, when we have a program that reaches so many millions upon millions of Americans, why would we want to do anything to harm it? It seems to me that these are the kinds of programs that we ought to be pumping more money into, because they have been successful; not trying to pull money away from it or trying to kill it.

Public broadcasting is a private-public partnership that works. It is a success story that demonstrates what the Government and the private sector can do when we work together.

CPB funds serve as seed money for new programs and station support. For every Federal dollar invested, public broadcasting raises \$6 additional. This Federal seed money is crucial to public broadcasting stations, especially to those in underserved and rural areas of the country, because it provides the fund-raising base needed to sustain noncommercial programming. Ending this partnership or diminishing this partnership will only hurt the children and families who rely on public broadcasting as their source for news and education.

We all know access to public television is free. Many households in this country cannot afford to pay \$300 or \$600 per year for cable TV. This provides a service for those people.

Eighty-eight thousand adults per year get GED certificates. Two million adults have gotten GED certificates as a result of public broadcasting. Why would we want to stop that?

The American people see and know the positive results and the quality and

integrity of public broadcasting. Further cutting CPB will mean that CPB will have to pander to the monetary and rating concerns of commercial broadcasting.

Why would we want to put them in that category? The whole reason for public broadcasting is not to have just another commercial broadcasting station, where they have to worry about ratings and have to worry about selling things and all these seedy commercials and seedy things that go on.

We do not want that. We want a better quality of television, and public broadcasting provides that better quality of television.

I have three children ages 3 to 16. My kids were all raised on public broadcasting. I like to listen to public broadcasting, my wife does as well, and my family. There are literally millions upon millions of Americans in all walks of life who rely on public broadcasting.

Public broadcasting has an average of 5.5 hours per day of instructional television, which is used by 1.8 million teachers to teach 29 million students in 70,000 schools in the United States. Why would we want to hurt that?

Eliminating support for public broadcasting would result in the demise of quality shows, like the MacNeil-Lehrer News Hour Report, Mr. Roger's Neighborhood, and even William F. Buckley's Firing Line. It would increase the emergence of shows like Hard Copy and Jenny Jones, without the presence of viable alternatives like those on public broadcasting.

It is a myth to say we have increased funding, because if we look at the current fiscal year 1999 appropriation, \$250 million, it actually provides 18 percent less buying power than in the fiscal year 1990 appropriation.

The report bill's increase in funding for CPB is less than the inflation adjustment from the fiscal year 1990 funding level. Let us also remember that CPB lost \$99 million in rescissions in the 104th Congress. So rather than an increase, we are really behind what we would have been.

Public broadcasting is one of the Federal Government's most cost-effective expenditures, just costing 98 cents per year for every citizen. According to a national poll, public television ranked second and public radio ranked third on a list of Government programs that can provide the best value for the dollar.

Again, why would we want to cut this? The American people have been very outspoken in their support of public broadcasting, and understand its benefits and the quality and integrity of the programming.

Public radio and television are among the top five values in return for tax dollars spent, according to a recent poll conducted by Roper Starch Worldwide. Let us fully support CPB funding and vote against this ill-thought amendment.

Mr. Chairman, public broadcasting is a private-public partnership that works:

This is a success story that demonstrates what the Government and the private sector can accomplish when they work together.

CPB funds serve as seed money for new programs and station support: For every Federal dollar invested, public broadcasting raises \$6 more.

The Federal seed money is crucial to public broadcasting stations, especially to those in underserved and rural areas of the country, because it provides the fund raising base needed to sustain noncommercial programming.

Ending this partnership will only hurt the children and families who rely on public broadcasting as their source for news and education.

Access to public TV is free. Many households cannot afford to pay \$300 to \$600 per year for cable television.

Eighty-eight thousand houses per year get GED certificates—[MADULO]. The American people see and know the positive results in the quality and integrity of public broadcasting.

Further cutting CPB will mean that CPB will have to pander to the monetary and ratings concerns of commercial broadcasting.

If support for public broadcasting is severely cut or eliminated, the quality of programming and the educational value it provides will suffer as a result.

Eliminating support for public broadcasting would result in the demise of quality shows like The MacNeil-Lehrer News Hour, Mister Rogers Neighborhood, and, yes, William F. Buckley's Firing Line.

Children average 5½ hours per day of instructional television used by 1 to 8 million teachers to teach 29½ million students in 70,000 schools. It would increase the emergence of shows like "Hard Copy" and Jenny Jones without the presence of viable alternatives like those on public broadcasting.

The bill provides a proper amount of funding and should be retained.

HOUSE OF REPRESENTATIVES  
Washington, DC, September 5, 1997.  
DON'T CUT CPB

DEAR COLLEAGUE: We urge you to oppose amendments to the Labor-HHS-Education Appropriations bill that could reduce funding for your local public broadcasting stations through the Corporation for Public Broadcasting (CPB).

The Appropriations Committee approved a \$300 million advance allocation for CPB in FY 2000 with bipartisan support. However, amendments may be proposed that would either cut or eliminate funding for CPB. Funding provided through CPB is vital to local public television and radio stations throughout the nation and must be continued.

Public broadcasting is a private-public partnership that works. It is a success story that demonstrates what the government and the private sector can accomplish when they work together. Weakening or ending this partnership will only hurt the children and families who rely on public broadcasting as their source for news and education.

The American people have been very outspoken in their support of public broadcasting and understand its benefits in the quality and integrity of the programming. Public radio and television are among the top five values in return for tax dollars spent according to a recent poll conducted by Roper Starch Worldwide, Inc. Let's fully support CPB so the American people can continue to receive the quality programming they deserve.

Sincerely,

ELIOT L. ENGEL,

NITA M. LOWEY,  
TOM LATHAM,  
Members of Congress.

#### CORPORATION FOR PUBLIC BROADCASTING

Hefley amendment would cut the CPB FY 2000 appropriation in the bill by \$50 million, to provide level funding with the FY 1998 and 1999 appropriations. The bill contains a \$50 million increase from \$250 million in 1999 to \$300 million in 2000. (CPB is advance funded two years ahead the normal fiscal year in the appropriations bill.)

The current FY 99 appropriation—\$250 million—provides 18% less buying power than did the FY 90 appropriation. The reported bill's increase in funding (to \$300M) for CPB is less than an inflation adjustment from the FY 1990 funding level.

CPB lost \$99 million in rescissions in the 104th Congress.

Public broadcasting is one of the federal government's most cost-effective expenditures, just 98 cents per year for every citizen.

According to a national poll, public television ranked 2nd and public radio ranked 3rd on a list of government programs that provide the best value for the dollar.

#### APPROPRIATION HISTORY (In millions of dollars)

|       | Original appropriation | Rescission | Current appropriation |
|-------|------------------------|------------|-----------------------|
| Year: |                        |            |                       |
| 1995  | 292.6                  | -7         | 285.6                 |
| 1996  | 312.0                  | -37        | 275.0                 |
| 1997  | 315.0                  | -55        | 260.0                 |
| 1998  | 250.0                  |            | 250.0                 |
| 1999  | 250.0                  |            | 250.0                 |
| 2000  | 300.0                  |            | 300.0                 |

Approximately 87 radio and 61 TV grant recipients rely on CPB funds for 25% or more of their budgets. These stations are at the greatest financial risk of financial insolvency should federal support be frozen at \$250 Million through FY 2000.

A continued real-dollar decline in federal support would increase the pressure to commercialize and threaten the non-commercial nature of public broadcasting—an essential part of its character and identity.

Although less than 17% of public radio funding is received from federal sources, this funding source is vital as "seed money", enabling public radio to leverage 5-6 dollars in other funding for every dollar in federal funding.

Since 1995, CPB has worked to institute many of the changes Congress expressed concern about. They reduced their own overhead (which was already less than 5%) and created a new grant program to fund consolidation and cost-cutting projects.

According to a Department of Education study, 71.5% of preschool children from households earning \$25,000 or less watch public broadcasting educational programming (Sesame Street, Barney, Mr. Rogers, or Reading Rainbow) at least once a week.

75% of Americans ranked children's programming aired on public television higher than children's programs available from other sources, such as broadcast networks and cable.

Access to Public TV is free. Many households cannot afford to pay \$300-\$600 per year for cable TV.

69% of teachers report using PBS programming for educational purposes in the classroom at least once a month—more than double the next most frequently used source.

GED on TV enables 88,000 adults per year to obtain a GED certificate. Over 2 million adults have received a GED certificate through this program since its inception.

Public television stations broadcast an average of 5½ hours per day of Instructional

television (ITV) used by 1.8 million teachers to reach 29.5 million students in 70,000 schools.

Public television's Adult Learning Service (ALS) is used by ⅓ of the nation's colleges. Over the past 15 years, over 4 million adults have participated in ALS with 400,000 working adults using the service each semester.

Ms. DELAURO. Mr. Chairman, I yield 1 minute to the gentleman from New York [Mr. NADLER].

Mr. NADLER. Mr. Chairman, public broadcasting plays a crucial role in our culture. It makes available to all Americans important programming which may not be commercially viable and certainly not available to those who cannot afford cable TV. For a relatively small investment by the Federal Government, Americans are able to have access to thought-provoking programming which, without public broadcasting, would go unseen.

Public broadcasting not only adds richness and texture to the lives of Americans nationwide, it provides an important service in educating and enlightening both children and adults.

Constituents, thousands of them, call me and write me and tell me how important the public broadcasting station is to their families and how much they enjoy and benefit from its programming. From "Sesame Street" to "Mr. Roger's Neighborhood," the Corporation for Public Broadcasting has a long tradition of providing quality children's educational programming that parents trust.

The CPB has also helped broadcast a wide variety of cultural programs, including dance and musical performances, "Masterpiece Theater," and the popular series on the Civil War. The CPB also helps fund National Public Radio, which millions of Americans have come to depend on for information and news.

Mr. Chairman, we ought to fully fund the CPB and reject efforts to cut its funding. I urge Members to oppose and reject this amendment.

Mr. Chairman, I rise to oppose the Hefley amendment to cut funding for the Corporation for Public Broadcasting [CPB].

Public broadcasting plays a crucial role in our culture. It makes available to all Americans important programming which may not be commercially viable and certainly not available to those who cannot afford cable TV. For a relatively small investment by the Federal Government, Americans are able to have access to thought-provoking programming which, without public broadcasting, may go unseen. Public broadcasting not only adds richness and texture to the lives of Americans nationwide—it provides an important service in educating and enlightening both children and adults.

In my own district, the CPB helps fund Channel thirteen, which offers diverse educational and cultural programming that is highly valued by the people of New York. Every year, I receive numerous letters from my constituents expressing their appreciation for the services that Thirteen provides. They tell me how important the station is to their families and how much they enjoy and benefit from its programming. From "Sesame Street" to "Mr.

Roger's Neighborhood," the CPB has a long tradition of providing quality children's educational programming that parents trust. The CPB has also helped broadcast a wide variety of cultural programs, including dance and musical performances, "Masterpiece Theater," and the popular series on the Civil War. The CPB also helps fund National Public Radio which millions of Americans have come to depend on for information and news.

We ought to fully fund the CPB and reject efforts to drastically cut its funding. I urge my colleagues to oppose the Hefley amendment.

Ms. DELAURO. Mr. Chairman, I yield 1 minute to the gentleman from North Carolina, [Mr. PRICE].

Mr. PRICE of North Carolina. Mr. Chairman, I rise in strong opposition to the Hefley amendment. The gentleman from Colorado has pointed out in a letter to our colleagues that funding for the Corporation for Public Broadcasting has decreased over the last 4 years and was moving toward zero, and then he notes this year's appropriation would increase funding slightly, he should have said, to a level of \$300 million and then he asks what happened.

I think we know what happened. What happened is that Congress has realized the value of this funding. What happened is a poll this year done by Roper Starch Worldwide indicates the public rated public radio as the second best use of Federal dollars out of a whole range of public programs. What happened is the American people have spoken up and defended public radio and television.

Mr. Chairman, even at \$300 million, CPB will be funded below the fiscal 1997 level before rescissions. If every Government program could do as well as this one has, leveraging \$5 for every Federal dollar appropriated, we would have balanced this budget long ago.

In North Carolina, we realize the value of this funding. We have a weekly viewing public of 2.5 million for our public television stations, and our people have spoken resoundingly for continuing this investment, even as we balance the Federal budget. They have given generously, about \$3 in viewer contributions for every Federal dollar received. Public Broadcasting is a sound and productive investment, and we must reject this misguided attempt to cut this appropriation.

Mr. Chairman, the argument that viewers and corporate sponsors will fill the gap misses the point. This is a partnership. Federal seed money does not replace or restrict private giving, but stimulates it. In North Carolina, CPB funding provides only 9 percent of the our public television budget, but it is a crucial base of funding and it helps bring forth participation from State government, the university system, corporate sponsors, and thousands of loyal viewers.

Public broadcasting is a unique resource. Only PBS does programming like "Sesame Street." The networks run often violent cartoons as their children's programming.

Federal funding is necessary to ensure the continuation of educational programming which allows students in rural areas, where at-

tending a university to participate in lifelong learning is physically impossible, to improve their skills. In North Carolina more than 10,000 students have enrolled in telecourses for college credit and more than 8,000 North Carolinians have obtained their GED's because of our public television station, WUNC.

In the mountains of western North Carolina often the only over-air station for households is North Carolina Public Television. These are the people that we have to ensure have access to national news. Not everyone can afford satellite dishes.

I hope my colleagues understand what has happened. Congress attempted to cut this funding and the people said no. The people said we do not mind spending \$1 a year for public radio and television programming. Even as we balance the budget, we must make investments in our future and the Corporation for Public Broadcasting is one of the best investments that our Federal dollars can buy.

Ms. DELAURO. Mr. Chairman, I yield back the balance of my time.

Mr. HEFLEY. Mr. Chairman, I yield myself the balance of my time.

Mr. Chairman, there has been some wonderful changes around the House of Representatives in the last 3 years, and I applaud those changes, but as I sit here and listen to this debate, it is amazing to me how even though changes occur, how much things stay the same in many respects.

Only here in the House of Representatives would we say that it is a myth to say that we are raising funding when we raise funding by \$50 million. But it is a myth, based upon some kind of a measurement back in the past of what we did in another era, and we are trying to get away from that era with the changes that have occurred. It is a myth that we are raising the funding for this. It is a myth to say that if we do not do this, if we do not do this \$50 million, that we are cutting public broadcasting.

Things change, but things stay the same.

Let me make it very clear. What I propose to do here is not do away with public broadcasting. What I propose is to hold the funding level with what it was last year.

In compliance with the intention of the Committee on Appropriations in 1995 when they said, we need to move public broadcasting, to begin to wean them off the public funding, which, as was pointed out by the other speakers, is a very small percentage anyway, to begin to wean them off the public funding and make them independent. That is all we are trying to do here. We are not destroying anything. We are just trying to hold level what we did last year.

Mr. Chairman, I yield back the balance of my time.

Mr. PORTER. Mr. Chairman, I yield such time as he may consume to the distinguished and able gentleman from Louisiana, [Mr. TAUZIN], chairman of the authorizing committee.

(Mr. TAUZIN asked and was given permission to revise and extend his remarks.)

Mr. TAUZIN. Mr. Chairman, let me again thank the chairman of the Committee on Appropriations and beg the House their attention, because I believe we have begun in this appropriations process a very important debate on the nature of commercial broadcasting and public broadcasting in our society, a debate that we will have to have on this floor in a much more protracted way, in a much more detailed way, and a much more substantive way than we can have in these 30 minutes.

Let me first concede that we have a confusion of purpose among the law and the regulators in commercial and public broadcasting. As we speak, the Gore commission is right now debating what recommendations it wants to make to this body in terms of imposing new public mandates upon commercial broadcasters. To do what? To do public broadcasting. To do more educational programming, more free time for public debates by candidates or more coverage of governmental operations. On what? On commercial broadcasting, a function you would think would be designated to public broadcasting interests in this country, to public radio and public television.

On the other hand, because we have gone through a period where we seem to think that public broadcasting ought to be funded by private interests, we have more and more pushed public broadcasting to a point where they have had to go to sell commercials, to actually try to get programming on that is commercially viable, that will attract a large audience, things we never intended for public broadcasting.

We intended public broadcasting to be something different than commercial broadcasting, something very special and unique in our society, that would do educational and public-type programming in arts and culture and history and learning and what have you. We have confused the two missions. So it is important we begin this debate today.

But let me say to my friend who offered this amendment, I must rise in opposition to the amendment. I think we went in the wrong direction when we pushed public broadcasting more and more to look like commercial broadcasting, and I think the Gore commission will be wrong when it tries to demand of commercial broadcasters that they look more and more like public broadcasters.

It is time we began to really draw the lines of distinction. It seems to me that the best solution is to set up public broadcasting in the way we intended it, separately funded by a trust fund mechanism that does not necessarily rely upon so much commercial commercialization of the public broadcasting interests in America.

Second, we ought to allow commercial broadcasters to do what we authorized them to do, and that is to go out and commercially broadcast, to make a profit and to provide entertainment,

sports and information and other programming to us, recreational programming, on the basis of a profit motive.

□ 1130

Now, how do we do that? We do that by reforming public broadcasting and setting up an appropriate trust fund for that purpose. I am going to suggest that our committee is doing just that.

We are prepared now and are beginning to actually draft legislation that will reform public broadcasting and some of these duopolies that so many people complain about. Help public broadcasting enter the digital age, as we are instructing commercial broadcasters to do. If commercial broadcasters want to use their digital licenses to do more than one program of HDTV, and in fact get into other lines of business with those digital licenses, there will be, I suggest, a source of funding for a trust fund mechanism to make sure that public broadcasting remains, in fact, public broadcasting, less dependent upon taxpayers' support, but also less dependent upon the commercial world for the support of its initiatives, as this Congress declares public broadcasting's initiatives to be defined.

Let me say, I think America appreciates its public broadcasting. America, in the most recent poll, lists public television and public radio as two of the top three best dollar expenditures of the Federal Government.

As it was pointed out earlier, 93 percent of the money is shared with the local stations. A 6-to-1 return in other support for the Federal dollars we put into it indicate a great public interest and support for public broadcasting. This amendment, I think, takes us in the wrong direction.

I am urging this House to reject it, give the authorizing committee a chance to reform it, and then let us begin the good debate.

Ms. PELOSI. Mr. Chairman, I rise in opposition to amendments to cut funding for the Corporation for Public Broadcasting.

Since 1994, when our committee began cutting appropriations for CPB, which dropped 15 million from fiscal year 1996 to fiscal year 1997 and will drop 10 million more next year, the corporation has been aggressive in implementing policies to distribute its Federal funds in more efficient ways. Through administrative cuts, the phaseout of multiple base grants, a moratorium on adding new stations to grant programs, and increased fundraising effort, the CPB is making strong efforts to address the committee's concerns and make the most frugal use of its tax dollars while still carrying out its mission to provide excellence in programming.

For 30 years, the corporation has provided educational, cultural, and informational programming to the American public. Public television is available to every child and adult, regardless of family income, or geographical location. CPB is dedicated to helping learners of all ages. It provides responsible programming with a reputation for excellence, nonviolent, educational programming which teaches our children and prepares them for the classroom.

Federal support is the foundation used to leverage state, local, university, and viewer sup-

port. It is a public/private partnership that serves to benefit the widest array of Americans. It is an investment that reaps enormous benefit for us all. I urge my colleagues to oppose all cuts in funding to this important program.

Mr. BLUMENAUER. Mr. Chairman, I rise in opposition to the Hefley and Crane amendments to reduce or eliminate funds for the Corporation for Public Broadcasting. The \$300 million in the bill represents a slightly more than 2 percent increase in public broadcasting's buying power over the last decade. We should be investing more in this national cultural and information resource.

I find it incredibly ironic that as we are debating whether to adequately fund one of the most critical cultural institutions of our time, we have recently simply handed over tens of billions of dollars' worth of spectrum to commercial broadcasters—are they going to use this spectrum to provide the depth and breadth of programs and services found in public broadcasting? I don't think so.

Public broadcasters can and should play a significant role in preparing our communities for the 21st century. We need to give them the tools to do so. A Federal commitment to CPB is a commitment to partnering with our communities to invest in our future.

The Nation's public broadcasting system is an outstanding example of the public/private partnership at work. Every dollar appropriated to CPB generates approximately five more from corporate donors, endowments, viewers, and listeners. That's a five to one return on the Federal investment—and the paybacks are in programs, services, and jobs all across the country. I can't think of another Federal program with such a high rate of return.

Public broadcasters are holding up their end of the partnership. In fact, the CPB appropriation represents only 14 percent of the industry's total income. While some might argue that 14 percent is easily replaceable, I believe that the Federal component of the partnership serves as critical seed money to leverage private investments in programs and services. Without the initial CPB funds, many public television, and radio stations would be unable to develop a specific program or service concept to the point where other parties would be interested in investing.

From improving the livability of our communities through programs such as "Planet Neighborhood" to providing emergency communication services, public broadcast stations use these funds to provide a breadth and depth of critical programs and services to our communities that are unparalleled elsewhere in the broadcast world.

Public broadcasting programs and services are particularly critical for Oregon.

Without OPB, critical educational services would be lost, including: The classroom TV service, which provides instructional television to 30,000 elementary and secondary teachers; college telecourses, which have reached 80,000 students, making OPB one of the top distance educators in America; and since 1987, OPB has prepared more than 3,000 Oregonians for high school equivalency exams, making it one of the State's most highly attended secondary schools.

Public broadcasting is so important to Oregonians that over half of OPB's operating budget comes from more than 100,000 members. OPB's television audience has the larg-

est percentage of prime-time viewers of any American public television market.

We have the tools, infrastructure, and innovative spirit to make communities across the Nation more livable through cultural opportunities. What we need is a national commitment to improving the livability of our communities by investing in culture.

We won't be able to balance the budget by eliminating spending on our Nation's cultural heritage. In fact, the Federal Government spends only about 1/100th of 1 percent on culture. If we attempt to use our cultural investments to balance the budget, we will lose much more than we would ever gain in deficit reduction.

I urge my colleagues to recognize the long-term economic and social benefits an investment in culture convey to our communities and the Nation as a whole and oppose the Hefley-Crane amendments.

Ms. SLAUGHTER. Mr. Chairman, public broadcasting gives the American people, both young and old, exceptional programming not available on commercial television, such as the award-winning "Civil War" series, the "Jim Lehrer NewsHour," "Masterpiece Theater," and PBS' unique children's educational programming.

The Corporation for Public Broadcasting [CPB] is an asset to children and families throughout the nation and is worthy of its funding.

According to a Roper Starch Worldwide, Inc. poll from July, 1997, the American public rates public radio as the second best value in return for tax dollars spent out of 20 services.

The quality and variety of educational, informational, and cultural programming found on public broadcast stations cannot be found anywhere else on radio or television.

Public broadcast stations are among a limited selection of stations that cater to a large number of locally originated programs. In addition, public broadcast stations in rural and underserved urban areas greatly depend on Federal funds for their economic base.

CPB provides services that reach out to people of all backgrounds and ages throughout the country. For example, many public radio stations provide radio reading services for the blind. In my own district of Rochester, NY the local public broadcasting station, WXXI, helps prepare young children to learn when they enter school and provides numerous college telecourses for adult education. In fact, the national Public Broadcasting Service arm of CPB is the leading source of college telecourses in the country.

CPB plays an essential role in our educational and cultural growth as a nation. Vote against the Hefley amendment to the Labor-HHS-Education appropriations bill to cut funding from the CPB.

The CHAIRMAN pro tempore. The question is on the amendment offered by the gentleman from Colorado [Mr. HEFLEY].

The question was taken; and the Chairman pro tempore announced that the yeas appeared to have it.

Mr. HEFLEY. Mr. Chairman, I demand a recorded vote.

The CHAIRMAN pro tempore. Pursuant to the order of the House of Thursday, July 31, 1997, further proceedings on the amendment offered by the gentleman from Colorado [Mr. HEFLEY]

will be postponed, and will occur prior to the disposition of the amendment offered by the gentleman from Illinois [Mr. CRANE].

The Clerk will read.

The Clerk read as follows:

FEDERAL MEDIATION AND CONCILIATION  
SERVICE

SALARIES AND EXPENSES

For expenses necessary for the Federal Mediation and Conciliation Service to carry out the functions vested in it by the Labor Management Relations Act, 1947 (29 U.S.C. 171-180, 182-183), including hire of passenger motor vehicles, and for expenses necessary for the Labor-Management Cooperation Act of 1978 (29 U.S.C. 175a); and for expenses necessary for the Service to carry out the functions vested in it by the Civil Service Reform Act, Public Law 95-454 (5 U.S.C. chapter 71), \$33,481,000, including \$1,500,000, to remain available through September 30, 1999, for activities authorized by the Labor-Management Cooperation Act of 1978 (29 U.S.C. 175a): *Provided*, That notwithstanding 31 U.S.C. 3302, fees charged, up to full-cost recovery, for special training activities and for arbitration services shall be credited to and merged with this account, and shall remain available until expended: *Provided further*, That fees for arbitration services shall be available only for education, training, and professional development of the agency workforce: *Provided further*, That the Director of the Service is authorized to accept on behalf of the United States gifts of services and real, personal, or other property in the aid of any projects or functions within the Director's jurisdiction.

FEDERAL MINE SAFETY AND HEALTH REVIEW  
COMMISSION

SALARIES AND EXPENSES

For expenses necessary for the Federal Mine Safety and Health Review Commission (30 U.S.C. 8701 et seq.), \$6,060,000.

NATIONAL COMMISSION ON LIBRARIES AND  
INFORMATION SCIENCE

SALARIES AND EXPENSES

For necessary expenses for the National Commission on Libraries and Information Science, established by the Act of July 20, 1970 (Public Law 91-345, as amended by Public Law 102-95), \$1,000,000.

NATIONAL COUNCIL ON DISABILITY

SALARIES AND EXPENSES

For expenses necessary for the National Council on Disability as authorized by title IV of the Rehabilitation Act of 1973, as amended, \$1,793,000.

Ms. MILLENDER-MCDONALD. Mr. Chairman, I move to strike the last word.

Mr. Chairman, I did have an amendment that I put at the desk, but I have talked with the leadership of both sides, I have talked with the leadership on the Democratic side, and I am going to withdraw that amendment. But I do want to speak to school construction.

Mr. Chairman, we sit in this House and talk about testing. We sit in this House and talk about higher standards. We sit here and talk about parental involvement. But we never talk about the one thing that will be the important factor in quality education, and that is an environment that is conducive to learning.

The amendment that I was to introduce would have spoken to that, and this amendment was simple. It was to

speak to the whole notion of allowing our children to have the quality education through an environment that will be conducive to learning.

We know that schools have leaky roofs, they have bad plumbing, they have asbestos, they have all types of hazards around them that will not allow children to have the quality education and the environment that is conducive to learning. The buildings that our children are forced to try to learn in are the most deplorable types of buildings that anyone would ask to have anyone come into.

One-third of all the elementary and secondary schools in the United States serving 14 million students need extensive repair or renovation. Over 60 percent of the Nation's 110,000 public, elementary, and secondary school facilities need major repair.

Last year an estimated \$112 billion was needed to repair and upgrade school facilities to a good condition, not an excellent one; and yet, it is amazing to me that we are talking about just \$5 billion, in trying to correct the ills that will afford our children a quality education in our schools. If education is going to be a priority in this country, then we must have the environment that is conducive to the quality education that we want.

Furthermore, many schools do not have the physical infrastructure to take advantage of computers and other technology needed to meet the challenges of the next century. In my State of California, 87 percent of schools report a need to upgrade or repair on-site buildings to good overall condition. Seventy-one percent of all California schools have at least one inadequate building feature, and of these building feature problems, 40 percent are the roofs, 42 percent are interior walls and windows, and 41 percent are plumbing. Forty-one percent are also the ventilation and heating and air conditioning, and 37 percent of schools do not even have sufficient capabilities to use the computers.

We talk about high-tech, we talk about the Information Highway, but without having sufficient wiring in schools, we cannot have our children prepare for what is called the Information Highway and this whole high-tech era. As my colleagues know, it is by far the poorest communities, such as my communities, that have the most difficulty meeting the needs to maintain and improve school facilities.

So I urge all of my colleagues, as we come to this floor, not to just talk about higher learning, higher standards, we want that; not to just talk about parental involvement, we want that; not to just talk about testing, we certainly want that; but we also want an environment that is conducive to learning. That environment must include school construction that will allow us to fix and repair those schools that we ask our children to attempt to learn in.

Mrs. LOWEY. Mr. Chairman, I move to strike the last word.

Mr. Chairman, I want to thank my distinguished colleague, the gentlewoman from California [Ms. MILLENDER-MCDONALD] for bringing this issue to our attention. The gentlewoman has been a leader on this issue, and is a cosponsor of H.R. 1104, the Partnership to Rebuild America's Schools. We currently have 113 cosponsors. The gentlewoman from California [Ms. MILLENDER-MCDONALD] has spent a great deal of time touring the schools in her district, as I have in mine. There is widespread support in this House for rebuilding our schools.

It seems to me that if we are going to put computers in each of our schools, if we are going to build bridges to the 21st century, we have to acknowledge that we cannot put computers in 19th century schools. As I have driven up to some of our schools, there was coal being delivered, plaster was falling down, large sheets of plastic were holding up walls that were crumbling because of leaks in the roof. This is a national emergency. The GAO has made it clear in their report that there is over \$112 billion needed to repair our schools.

As the gentlewoman from California [Ms. MILLENDER-MCDONALD] has said, if we are going to be partners with State and local governments in a whole range of issues, such as building prisons, then how can we not invest in our schools?

Mr. Chairman, I want to thank my distinguished colleague again for her leadership on this issue, and I want to assure the Members that not only are there 113 cosponsors in this House, but there are parents, there are children, there are PTAs, there are school boards all around the country who understand that the Federal Government can be and should be a partner with them.

Although our schools are a State and local responsibility, we do have a responsibility to make sure that every child is educated in a safe classroom and gets the best supplies they need.

I want to assure the gentlewoman from California [Ms. MILLENDER-MCDONALD] that we are going to work together to make this investment a reality, and make sure the Federal Government is a partner in rebuilding our schools. I thank her again for addressing this issue.

Mr. PORTER. Mr. Chairman, I move to strike the last word.

Mr. Chairman, I do not propose to take anywhere near 5 minutes, but I had a discussion with the gentlewoman from California, and I do realize her strong commitment in this area, as well as the commitment of my senior Senator from Illinois.

But I have to say that this is not a Federal responsibility. There are repairs of \$120 billion needed in our Nation's schools that the States and local school districts have not taken care of as they should have, and as they have a responsibility for, and now want to come to the Federal Government and



say, you do it for us; you raise the taxes, or deficit-spend, and let us spend the money.

I believe very strongly that there are much higher priorities, such as special education and impact aid, which is an obligation of the Federal Government, and existing programs, and that the Federal Government simply cannot undertake this responsibility that belongs to the States and local school districts, and must be borne by them.

Mr. Chairman, I include for the RECORD a written statement further explaining my views.

Mr. Chairman, the amendment offered by the gentlewoman is certainly well-intentioned, but this provision would provide a woefully inadequate response to a national problem which is properly within the jurisdiction of local and State governments. Local governments across this country bear the responsibility and have jealously guarded the prerogative of educating students through the high school level. The Federal Government simply does not nor should it bear the responsibility of providing general capital and operating funds for elementary and secondary education any more than it should dictate curricula to local schools.

Under both Republican and Democratic leadership, this subcommittee has considered and rejected several proposals during the 1990's to establish Federal school infrastructure or construction initiatives. Congress has repeatedly considered and rejected, as it should, proposals to actively involve the Federal Government in financing of public elementary and secondary education in this country. Even the President's budget justification for 1995 indicated "The construction and renovation of school facilities has traditionally been the responsibility of State and local government" and "we are opposed to the creation of a new Federal grant program for school construction."

Mr. Chairman, I believe this amendment is well-intentioned and responds to studies released recently indicating great unmet school infrastructure needs nationwide. The General Accounting Office [GAO], for example, recently issued a report based on a self-reported survey estimating \$112 billion in school infrastructure needs in America. But even if accurate, the study does not suggest that these needs ought to be Federal responsibilities, and in fact, they are not. Nor does the study indicate the vast Federal resources that contribute indirectly to addressing this problem.

First, the GAO report does not provide a high quality of information. The survey did not provide any standards for reporting infrastructure needs. In fact, the data is based on self-reporting with an obvious bias toward over-reporting needs in order to generate demand for funding.

Nor does the study indicate the vast Federal resources already dedicated to local school infrastructure needs. The Congressional Research Service recently reported that for 1993, the last year for which data are available, the Federal Government provided a tax subsidy of \$16.5 billion for the outgoing and capital costs of elementary and secondary education. The report indicated the Federal Government had tax expenditures of \$1.4 billion for tax exempt bonds used for school construction, \$6.1 billion for the exclusion of the portion of property tax payments from Federal taxation that go di-

rectly for education, and \$9 billion for the exclusion of the portion of other State and local taxes that go directly for education.

Given that the GAO estimates national infrastructure needs at \$112 billion and the CRS estimates Federal tax contributions of over \$16 billion for education, this amendment to create a \$3 million Federal infrastructure fails to make a substantive contribution to the solution of the problem. By way of illustration, the proposed funding represents three-thousandths of 1 percent of the unmet need and an increase of one Fiftieth of 1 percent of the current Federal tax investment in school infrastructure.

Mr. Chairman, proponents of the various construction initiatives this subcommittee has considered over the last several years indicate that technology improvements are a major concern of schools and would receive a substantial portion of any Federal funding dedicated to infrastructure needs. However, in this area the Congress is already providing substantial resources that dwarf the proposed funding level. This bill already provides several hundred million dollars in direct education technology appropriations in addition to an estimated \$57 million in the title IV block grant program, \$5 million in the Goals 2000 Program, and \$450 million in title I program. The Department of Education cannot even estimate the amount of Federal funds spent to train teachers on the use of technology in the classroom.

Worst of all, this proposal is a one time infusion of a very small amount of funding that is not part of an integrated or considered plan to make a substantive, ongoing contribution to the infrastructure and technology needs of schools. The CRS recently estimated the cost of outfitting each of the approximately 2 million classrooms with computers, software, and connections to the Internet from \$9.4 billion to \$22 billion. The ongoing costs of upgrading technology, software, and service charges for Internet connection range from \$1.8 to \$4.6 billion annually. The proposal in no way indicates how the Federal Government, with a \$3 million program, can make any serious contribution to these needs.

The \$112 million in unmet infrastructure needs reported by the GAO represents one and one half times the total funding in this bill for all labor, health, and education programs. Clearly, we do not have the resources in this bill, even if we funded nothing else, to solve the problem of local school infrastructure needs. State and local governments spent \$23 billion in 1992-93, the most recent year for which data are available, an amount greater than total Federal appropriations for the Department of Education.

Mr. Chairman, education infrastructure is the proper responsibility of local governments, not the Federal Government. Even if we believed otherwise, within the context of a balanced budget, the Federal Government clearly does not have the resources to make a significant and substantial contribution to eliminating unmet infrastructure needs. This amendment is so small as to make no contribution if enacted. I urge Members to oppose the amendment, focus Federal resources on Federal responsibilities which are currently underfunded, and solve the problems we can solve and should solve.

Mrs. LOWEY. Mr. Chairman, will the gentleman yield?

Mr. PORTER. I yield to the gentlewoman from New York.

Mrs. LOWEY. Mr. Chairman, I thank the chairman for yielding.

Mr. Chairman, I will not prolong the debate, because I know there have been many debates on this issue. But I hope that we can convince our distinguished chairman that since there is precedent for the Federal Government becoming a partner in building prisons and a partner in building roads and highways, that together we can work to address this serious issue in all of our schools.

If we can be a partner in providing computers for our schools and other modern technology, I would hope we could work together to be a partner in what many of us feel is of vital national interest.

Mr. OBEY. Mr. Chairman, I move to strike the last word.

Mr. Chairman, I am sort of in the middle between the position of the gentleman from Illinois [Mr. PORTER] and the position of the gentlewoman from California [Ms. MILLENDER-McDONALD] and the gentlewoman from New York [Mrs. LOWEY]. I congratulate both of them because of their concern in this issue and their leadership in trying to get Congress to face this issue.

I, for one, do not feel that the Federal Government can become a major funding source for construction in the education area, but I do think there is a constructive role the Federal Government could play in the construction area.

I note that the Senate has added some funding for a version of school construction in their committee bill, and I would hope that we could work out some way to use that action as an opportunity to find a constructive and well-defined role for the Congress and the Federal Government to play in helping a very narrow band of school districts around the country who do not have the financial capability to move ahead with construction so that they might get out of that box.

I want to make sure that whatever initiative we proceed with is targeted at urban poverty and rural poverty alike. I also want to make certain that any formula that would be established in the distribution of funds would place a greater emphasis on the need to assist districts who have actual health and safety problems in their schools because the furnaces do not run, the plumbing does not work, the windows are in bad shape. There are a lot of incredibly dilapidated hulks in which children are trying to learn, and they are a disgrace to the country.

There are some school districts who simply do not have the financial capacity to proceed with any useful construction program, and I think State governments and the Federal Government both have an obligation to try to do something about that, because the students who come out of those schools are mobile and move around the country, and we all suffer the consequences of inadequate education.



□ 1145

So I hope that we can avoid this issue being polarized. I hope that we can move the Congress into a very narrow but, nonetheless, crucial role in dealing with our school construction shortages in districts with serious need.

I understand very well where both of the Members are coming from on this issue, and I hope that we can use the Senate amendment as an opportunity to move toward a useful consensus that will meet the problem without making us vulnerable to a bottomless pit of funding which the Government clearly cannot afford.

Ms. MILLENDER-MCDONALD. Mr. Chairman, will the gentleman yield?

Mr. OBEY. I yield to the gentleman from California.

Ms. MILLENDER-MCDONALD. Mr. Chairman, I would like to thank the gentleman from Wisconsin [Mr. OBEY] for his sensitivity on the issue, and ask that the gentleman continue to work with the gentlewoman from New York [Mrs. LOWEY] and myself to try to find the common ground that will help us to improve school construction.

Mr. Chairman, I would also like to thank the gentleman from Illinois [Mr. PORTER] and hope that the gentleman will continue to look at this and find some common ground to work with the ranking member.

Mr. FARR of California. Mr. Chairman, I move to strike the last word.

Mr. Chairman, I think that this is a real watershed issue of where American public policy is reflected in how we are going to use Federal funds, Federal taxpayer dollars, to spend those dollars effectively in the coming years and in the coming century.

Without a doubt, with the actions we have taken this year, we have been the educational Congress and the educational President with all the tax breaks and incentives we have given. We have promoted wiring every classroom in the United States with computers. We have promoted the downsizing of schools so that we can have a smaller class size.

But, Mr. Chairman, when we think about it we cannot get there from here unless we put money into construction. What is happening in the United States, and California is probably the leading State in this area because we have the largest number of students in the United States, what happens is we are moving all of our expenditures for school construction out of the regular budgets. The only way those capital outlay programs are funded is through State bond acts or through local general obligation bond votes. Those votes in California, and other States I think are going to adopt those same requirements, require a two-thirds vote. So it is harder and harder and harder for schools to provide money for construction, which is absolutely essential.

Here we are, the Federal Government, we are providing construction for university buildings through agricultural research money, we promoted

money for prisons and for local jails, and those moneys can actually be used to build classrooms in the jails and in the prisons, but we have no money in the Federal Government to assist school districts, no money for those that the gentleman from Wisconsin [Mr. OBEY] just talked about in the poor, rural areas, or in the urban areas.

Mr. Chairman, this is essentially an area where we have to get involved. We cannot afford to not commit some Federal dollars to this. It is ridiculous that we have the money for roads, we have the money for promoting economic development, we have money for everything but the very essential that we have said is in our national interest and our national security interest to have, a well-educated electorate. We cannot do that unless we have school construction money.

So, Mr. Chairman, I think it is essential that this Congress begin the first step of finding those funds. I appreciate this time to bring that to the attention of the gentleman from Illinois [Mr. PORTER], who is working hard on this, and to the attention of the gentleman from Wisconsin.

Mr. PORTER. Mr. Chairman, I ask unanimous consent that the remainder of title IV be considered as read, printed in the RECORD, and open to amendment at any point.

The CHAIRMAN pro tempore [Mr. LAHOOD]. Is there objection to the request of the gentleman from Illinois?

There was no objection.

The text of the remainder of title IV is as follows:

#### NATIONAL EDUCATION GOALS PANEL

For expenses necessary for the National Education Goals Panel, as authorized by title II, part A of the Goals 2000: Educate America Act, \$2,000,000.

#### NATIONAL LABOR RELATIONS BOARD

##### SALARIES AND EXPENSES

For expenses necessary for the National Labor Relations Board to carry out the functions vested in it by the Labor-Management Relations Act, 1947, as amended (29 U.S.C. 141-167), and other laws, \$174,661,000: *Provided*, That no part of this appropriation shall be available to organize or assist in organizing agricultural laborers or used in connection with investigations, hearings, directives, or orders concerning bargaining units composed of agricultural laborers as referred to in section 2(3) of the Act of July 5, 1935 (29 U.S.C. 152), and as amended by the Labor-Management Relations Act, 1947, as amended, and as defined in section 3(f) of the Act of June 25, 1938 (29 U.S.C. 203), and including in said definition employees engaged in the maintenance and operation of ditches, canals, reservoirs, and waterways when maintained or operated on a mutual, nonprofit basis and at least 95 per centum of the water stored or supplied thereby is used for farming purposes: *Provided further*, That none of the funds made available by this Act shall be used in any way to promulgate a final rule (altering 29 CFR part 103) regarding single location bargaining units in representation cases.

#### NATIONAL MEDIATION BOARD

##### SALARIES AND EXPENSES

For expenses necessary to carry out the provisions of the Railway Labor Act, as amended (45 U.S.C. 151-188), including emer-

gency boards appointed by the President, \$8,400,000: *Provided*, That unobligated balances at the end of fiscal year 1998 not needed for emergency boards shall remain available for other statutory purposes through September 30, 1999.

#### OCCUPATIONAL SAFETY AND HEALTH REVIEW COMMISSION

##### SALARIES AND EXPENSES

For expenses necessary for the Occupational Safety and Health Review Commission (29 U.S.C. 661), \$7,900,000.

#### PHYSICIAN PAYMENT REVIEW COMMISSION

##### SALARIES AND EXPENSES

For expenses necessary to carry out section 1845(a) of the Social Security Act, \$3,258,000, to be transferred to this appropriation from the Federal Supplementary Medical Insurance Trust Fund.

#### PROSPECTIVE PAYMENT ASSESSMENT COMMISSION

##### SALARIES AND EXPENSES

For expenses necessary to carry out section 1886(e) of the Social Security Act, \$3,257,000, to be transferred to this appropriation from the Federal Hospital Insurance and the Federal Supplementary Medical Insurance Trust Funds.

#### RAILROAD RETIREMENT BOARD

##### DUAL BENEFITS PAYMENTS ACCOUNT

For payment to the Dual Benefits Payments Account, authorized under section 15(d) of the Railroad Retirement Act of 1974, \$206,000,000, which shall include amounts becoming available in fiscal year 1998 pursuant to section 224(c)(1)(B) of Public Law 98-76; and in addition, an amount, not to exceed 2 percent of the amount provided herein, shall be available proportional to the amount by which the product of recipients and the average benefit received exceeds \$206,000,000: *Provided*, That the total amount provided herein shall be credited in 12 approximately equal amounts on the first day of each month in the fiscal year.

#### FEDERAL PAYMENTS TO THE RAILROAD RETIREMENT ACCOUNTS

For payment to the accounts established in the Treasury for the payment of benefits under the Railroad Retirement Act for interest earned on unnegotiated checks, \$50,000, to remain available through September 30, 1999, which shall be the maximum amount available for payment pursuant to section 417 of Public Law 98-76.

#### LIMITATION ON ADMINISTRATION

For necessary expenses for the Railroad Retirement Board for administration of the Railroad Retirement Act and the Railroad Unemployment Insurance Act, \$87,228,000, to be derived in such amounts as determined by the Board from the railroad retirement accounts and from moneys credited to the railroad unemployment insurance administration fund.

#### LIMITATION ON THE OFFICE OF INSPECTOR GENERAL

For expenses necessary for the Office of Inspector General for audit, investigatory and review activities, as authorized by the Inspector General Act of 1978, as amended, not more than \$5,000,000, to be derived from the railroad retirement accounts and railroad unemployment insurance account: *Provided*, That none of the funds made available in any other paragraph of this Act may be transferred to the Office; used to carry out any such transfer; used to provide any office space, equipment, office supplies, communications facilities or services, maintenance services, or administrative services for the Office; used to pay any salary, benefit, or award for any personnel of the Office; used to

pay any other operating expense of the Office; or used to reimburse the Office for any service provided, or expense incurred, by the Office: *Provided further*, That none of the funds made available in this paragraph may be used for any audit, investigation, or review of the Medicare program.

#### SOCIAL SECURITY ADMINISTRATION

##### PAYMENTS TO SOCIAL SECURITY TRUST FUNDS

For payment to the Federal Old-Age and Survivors Insurance and the Federal Disability Insurance trust funds, as provided under sections 201(m), 228(g), and 1131(b)(2) of the Social Security Act, \$20,308,000.

##### SPECIAL BENEFITS FOR DISABLED COAL MINERS

For carrying out title IV of the Federal Mine Safety and Health Act of 1977, \$426,090,000, to remain available until expended.

For making, after July 31 of the current fiscal year, benefit payments to individuals under title IV of the Federal Mine Safety and Health Act of 1977, for costs incurred in the current fiscal year, such amounts as may be necessary.

For making benefit payments under title IV of the Federal Mine Safety and Health Act 1977 for the first quarter of fiscal year 1999, \$160,000,000, to remain available until expended.

##### SUPPLEMENTAL SECURITY INCOME PROGRAM

For carrying out titles XI and XVI of the Social Security Act, section 401 of Public Law 92-603, section 212 of Public Law 93-66, as amended, and section 405 of Public Law 95-216, including payment to the Social Security trust funds for administrative expenses incurred pursuant to section 201(g)(1) of the Social Security Act, \$16,170,000,000, to remain available until expended: *Provided*, That any portion of the funds provided to a State in the current fiscal year and not obligated by the State during that year shall be returned to the Treasury.

From funds provided under the previous paragraph, not less than \$100,000,000 shall be available for payment to the Social Security trust funds for administrative expenses for conducting continuing disability reviews.

In addition, \$175,000,000, to remain available until September 30, 1999, for payment to the Social Security trust funds for administrative expenses for continuing disability reviews as authorized by section 103 of Public Law 104-121 and Supplemental Security Income administrative work as authorized by Public Law 104-193. The term "continuing disability reviews" means reviews and redeterminations as defined under section 201(g)(1)(A) of the Social Security Act, as amended, and reviews and redeterminations authorized under section 211 of Public Law 104-193.

For making, after June 15 of the current fiscal year, benefit payments to individuals under title XVI of the Social Security Act, for unanticipated costs incurred for the current fiscal year, such sums as may be necessary.

For making benefit payments under title XVI of the Social Security Act for the first quarter of fiscal year 1999, \$8,680,000,000, to remain available until expended.

##### LIMITATION ON ADMINISTRATIVE EXPENSES

For necessary expenses, including the hire of two passenger motor vehicles, and not to exceed \$10,000 for official reception and representation expenses, not more than \$5,938,040,000 may be expended, as authorized by section 201(g)(1) of the Social Security Act, from any one or all of the trust funds referred to therein: *Provided*, That not less than \$1,600,000 shall be for the Social Security Advisory Board: *Provided further*, That unobligated balances at the end of fiscal year

1998 not needed for fiscal year 1998 shall remain available until expended for a state-of-the-art computing network, including related equipment and non-payroll administrative expenses associated solely with this network: *Provided further*, That reimbursement to the trust funds under this heading for expenditures for official time for employees of the Social Security Administration pursuant to section 7131 of title 5, United States Code, and for facilities or support services for labor organizations pursuant to policies, regulations, or procedures referred to in section 7135(b) of such title shall be made by the Secretary of the Treasury, with interest, from amounts in the general fund not otherwise appropriated, as soon as possible after such expenditures are made.

From funds provided under the previous paragraph, not less than \$200,000,000 shall be available for conducting continuing disability reviews.

In addition to funding already available under this heading, and subject to the same terms and conditions, \$245,000,000, to remain available until September 30, 1999, for continuing disability reviews as authorized by section 103 of Public Law 104-121 and Supplemental Security Income administrative work as authorized by Public Law 104-193. The term "continuing disability reviews" means reviews and redeterminations as defined under section 201(g)(1)(A) of the Social Security Act as amended, and reviews and redeterminations authorized under section 211 of Public Law 104-193.

In addition to funding already available under this heading, and subject to the same terms and conditions, \$200,000,000, which shall remain available until expended, to invest in a state-of-the-art computing network, including related equipment and non-payroll administrative expenses associated solely with this network, for the Social Security Administration and the State Disability Determination Services, may be expended from any or all of the trust funds as authorized by section 201(g)(1) of the Social Security Act.

In addition, \$35,000,000 to be derived from administration fees in excess of \$5.00 per supplementary payment collected pursuant to section 1616(d) of the Social Security Act or section 212(b)(3) of Public Law 93-66, which shall remain available until expended. To the extent that the amounts collected pursuant to such section 1616(d) or 212(b)(3) in fiscal year 1998 exceed \$35,000,000, the amounts shall be available in fiscal year 1999 only to the extent provided in advance in appropriations Acts.

##### OFFICE OF INSPECTOR GENERAL (INCLUDING TRANSFER OF FUNDS)

For expenses necessary for the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, as amended, \$10,164,000, together with not to exceed \$42,260,000, to be transferred and expended as authorized by section 201(g)(1) of the Social Security Act from the Federal Old-Age and Survivors Insurance Trust Fund and the Federal Disability Insurance Trust Fund.

In addition, an amount not to exceed 3 percent of the total provided in this appropriation may be transferred from the "Limitation on Administrative Expenses", Social Security Administration, to be merged with this account, to be available for the time and purposes for which this account is available: *Provided*, That notice of such transfers shall be transmitted promptly to the Committees on Appropriations of the House and Senate.

##### UNITED STATES INSTITUTE OF PEACE OPERATING EXPENSES

For necessary expenses of the United States Institute of Peace as authorized in

the United States Institute of Peace Act, \$11,160,000.

The CHAIRMAN pro tempore. Are there any amendments to this portion of the bill?

If not, the Clerk will read:

The Clerk read as follows:

#### TITLE V—GENERAL PROVISIONS

SEC. 501. The Secretaries of Labor, Health and Human Services, and Education are authorized to transfer unexpended balances of prior appropriations to accounts corresponding to current appropriations provided in this Act: *Provided*, That such transferred balances are used for the same purpose, and for the same periods of time, for which they were originally appropriated.

SEC. 502. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.

SEC. 503. (a) No part of any appropriation contained in this Act shall be used, other than for normal and recognized executive-legislative relationships, for publicity or propaganda purposes, for the preparation, distribution, or use of any kit, pamphlet, booklet, publication, radio, television, or video presentation designed to support or defeat legislation pending before the Congress or any State legislature, except in presentation to the Congress or any State legislature itself.

(b) No part of any appropriation contained in this Act shall be used to pay the salary or expenses of any grant or contract recipient, or agent acting for such recipient, related to any activity designed to influence legislation or appropriations pending before the Congress or any State legislature.

SEC. 504. The Secretaries of Labor and Education are each authorized to make available not to exceed \$15,000 from funds available for salaries and expenses under titles I and II, respectively, for official reception and representation expenses; the Director of the Federal Mediation and Conciliation Service is authorized to make available for official reception and representation expenses not to exceed \$2,500 from the funds available for "Salaries and expenses, Federal Mediation and Conciliation Service"; and the Chairman of the National Mediation Board is authorized to make available for official reception and representation expenses not to exceed \$2,500 from funds available for "Salaries and expenses, National Mediation Board".

SEC. 505. Notwithstanding any other provision of this Act, no funds appropriated under this Act shall be used to carry out any program of distributing sterile needles for the hypodermic injection of any illegal drug unless the Secretary of Health and Human Services determines that such programs are effective in preventing the spread of HIV and do not encourage the use of illegal drugs.

#### AMENDMENT OFFERED BY MR. HASTERT

Mr. HASTERT. Mr. Chairman, I offer an amendment.

The Clerk read as follows:

Amendment offered by Mr. HASTERT:

On page 93, line 2, after the word "drug" insert a period, and strike out beginning with the word "unless" on line 2 all the language thru line 5 on page 93.

Mr. PORTER. Mr. Chairman, I ask unanimous consent that all debate on this amendment, and all amendments thereto, close in 80 minutes, and that the time be equally divided between the gentleman from Illinois [Mr. HASTERT] and the gentleman from Wisconsin [Mr. OBEY], or his designee.

The CHAIRMAN pro tempore. Is there objection to the request of the gentleman from Illinois?

There was no objection.

Mr. HASTERT. Mr. Chairman, I yield myself such time as I may consume.

Mr. Chairman, this amendment clearly states that the policy of this Congress is not to use Federal money to hand out free needles in free needle exchange programs.

Mr. Chairman, one of the things that we have seen escalating among our youth is the increase in the use of heroin. In 1994, we had over 2,000 teenagers who, for the first time, used heroin. The way of using heroin and inducing it into the body primarily is through needles.

Mr. Chairman, one of the things that I have looked at and tried to study in the last 2 years, in my responsibility in looking at drug use and the increase in drug usage among the youth of this country, was a visit to Zurich, Switzerland. I revisited Zurich for the first time in 20 years. I had remembered Zurich as a pristine city on a lake in the story book land of Switzerland.

However, Mr. Chairman, when I revisited last year in April and walked the streets of Zurich, there was a look of devastation. Needle Park, heroin use, methamphetamine use, heroin clinics where people have increased the use of heroin in that country. As a matter of fact, Zurich has become a mecca for heroin users throughout Europe. Why? Because not only do they provide free heroin, but they provide free needles.

Mr. Chairman, 15,000 needles a day are consumed in the streets of Zurich. Some are obtained by walking into the train station and depositing money into a machine and getting needles also at a very low price. Why? Because ostensibly if we give free needles away, we curb the increase of HIV.

Mr. Chairman, what recent studies have shown, the Montreal and Vancouver studies have shown, is that intravenous drug users have a greater chance of becoming HIV positive than intravenous drug users who do not use the free needle programs. Intravenous drug users who participate in free needle exchange programs have a 33-percent chance of becoming HIV positive. Those who do not have a 13-percent chance of changing from HIV negative to HIV positive.

So, basically, the studies, the statistics just do not prove that free needle exchanges, No. 1, stop HIV positive increases. But mostly, when we are spending \$34 or \$35 million to tell our youth in this country that we should not smoke, that smoking is bad, that it hurts your health, why then should we even think about beginning to give away free needles, free needles whose only purpose is to shoot an illegal drug, heroin, a free needle that leads to a child, a young person's path down a slippery slope that begins with drug use, illness and many, many times eventually death?

Mr. Chairman, this amendment prohibits the use of Federal dollars to give away free needles for heroin addicts. I think it is self-explanatory.

Mr. Chairman, I reserve the balance of my time.

Mr. OBEY. Mr. Chairman, I yield myself 7½ minutes.

Mr. Chairman, I grew up in an era where drug use was a rarity. I hate a lot of things that have happened to this society. I hate what has happened to our cities because of drugs, and I have to say that drugs are not just a big city problem. My hometown is a city of less than 35,000 people, and yet we have even seen the problem there.

Mr. Chairman, I do not think anybody ought to use drugs, and I think we need to have a strong policy in this country that discourages drugs. I think much of the money that we spend abroad to interdict drugs is wasted. I was told several years ago by a person who had been responsible for administering the antidrug interdiction programs under the Reagan administration that their private view was that nothing was working internationally because of the nature of the capitalistic system worldwide which, unfortunately, rewards a profit motive even for evil products.

So, Mr. Chairman, I do not think this issue is about whether we like drugs or not. I think we do have two fundamental problems in this country. One is how we go about effectively reducing drug use; and second, in that effort, how we do so in a way which saves the most possible lives.

The wording in the bill before us reads as follows: "Notwithstanding any other provision of this act, no funds appropriated under this act shall be used to carry out any program of distributing sterile needles for the hypodermic injection of any illegal drug, unless the Secretary of Health and Human Services determines that such programs are effective in preventing the spread of HIV and do not encourage the use of illegal drugs."

The purpose of the amendment would knock out that exception so that if even the Secretary determined that those programs were helpful in preventing the spread of HIV, and did not encourage the use of illegal drugs, those programs still could not be carried out.

Mr. Chairman, I understand the motivation of the people who offer this amendment. They are offended by the idea, as am I, that the Government should appear to be in any way encouraging the use of drugs. Nobody wants to do that.

But more important than whether my sensibilities are offended is the practical result of American policy in terms of lives that are endangered or saved by that policy. That is why I must oppose the gentleman's amendment. I do so because organizations such as the American Medical Association, the American Public Health Association, the National Academy of Sciences, the American Nurses Association, the American Academy of Pediatrics, all tell us that the best public policy, if we want to prevent the spread

of a variety of diseases, including HIV and AIDS, is to support the language in our bill.

Mr. Chairman, I would note the public officials and legal groups who also take that position, including the U.S. Conference of Mayors and the American Bar Association. I would also point out that virtually every needle exchange program operating in this country provides referrals to drug treatment programs which, in my view, is the key ingredient in discouraging the use of drugs.

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Now, the Family Research Council has made an argument against this because, among other reasons, they point to what has happened in Zurich, Switzerland. The United States is not Switzerland and no American city is Zurich.

As I understand it, the study that was done of the Switzerland experiment took place in a city which allows the open use of hard drugs in a number of those cities. Clearly, the Swiss experiment bears little relationship to what would be contemplated in this country. We have those who argue for the legalization of drugs in this country or at least the decriminalization of drugs and the open distribution of them in order to eliminate the profit motive. I doubt very seriously that any proposal like that would stand a chance of a snowball in you know where of being adopted by this Congress or by our Government.

It just seems to me that we have a tough choice forced upon us by the complicated and sometimes perverse aspects of human nature, our culture, our society, and the outrageous insistence of certain elements of our society to make a buck regardless of the human or moral consequences.

I do not know half the time which the right choice is in instances like that, but I have to come down always on the side of having science and scientific leadership guide politicians in these matters, rather than having politicians making judgments independent of scientific evidence or advice, because very often we do not have the expertise to know what, in fact, is right in the scientific arena.

So I recognize the legitimate moral and social concerns raised by the gentleman's amendment. I respect deeply the worries that folks on his side of this issue have. I just think there is an honest disagreement about whether or not the gentleman's amendment will lead to more damage of human beings or not. That is the honest debate that is occurring here today.

I hope Members respect that on both sides. I would urge in the interest of saving lives that we allow the Secretary to have this discretion if, after scientific review, they determine that such a program, distasteful though it is to me, will in fact contribute to the saving of lives and the prevention of a very damaging and fatal disease.

Mr. HASTERT. Mr. Chairman, I yield myself 1 minute.

Mr. Chairman, I appreciate the comments of the gentleman from Wisconsin. I hope we can talk about orderly and logical reasons. I was in Switzerland. The heroin movement in Switzerland, the heroin giveaway programs in Switzerland did not start out with giveaway heroin programs. They started out with free needle exchanges, started out with free needle exchanges in heroin in places like Needle Park and downtown Zurich.

My concern is that, yes, science says maybe there is a hedge on HIV. Others studies show that there is not. But I think that this is a place where we have to debate what we feel is right and wrong and what this country feels is right and wrong. I think the majority of my constituents and certainly the majority of people across this country feel that it is wrong to give free needles out to heroin users which really encourage the use of heroin among our youth and our children.

Mr. Chairman, I yield 4 minutes and 15 seconds to the gentleman from Georgia [Mr. BARR].

Mr. BARR of Georgia. Mr. Chairman, I thank the distinguished gentleman from Illinois who heads our subcommittee for yielding me this time.

This amendment is important because what it attacks is both bad science and bad policy of the Clinton administration. It is bad science because there is no evidence whatsoever that providing addicts an easy way to accomplish their actions, that is injecting their bodies with deadly mind-altering drugs, is diminished or reduced in any way, shape, or form by providing them the means with which to inject their bodies with deadly mind-altering substances.

This is bad policy, Mr. Chairman, because what it does, that is the underlying policy of the Clinton administration, is to, in effect, launder money into drug needle exchange programs through grants from the CDC that are otherwise prohibited directly by Federal law. And the Congress, all of us, whether we like needle exchange programs or we do not like needle exchange programs, should have some concern over the integrity of laws that the Congress passes and stand up to an administration, whether it is Republican or Democrat, that is flouting the intent of the law passed by Congress and say, you cannot do that.

Mr. Chairman, I had the opportunity, as did the chairman from Illinois, recently to travel to Switzerland. I did so just over this past weekend. As the chairman has indicated, the epidemic of heroin use, the increases in heroin use, the legalization of heroin use in Switzerland was not the beginning. The beginning was needle exchange programs. It has now reached the point in Zurich where any person, whether they are 5 or 50, can walk up to a vending machine on the street corner, put in about 2 dollars' worth of coins and get back a box.

Inside that box is death. Inside that box are three syringes, needles, instructions on how to inject deadly, mind-altering substances into one's body. Why on the face of the Earth would our Government be interested in doing that to our children? That is where this administration is heading.

Would this administration, would those on the other side who so eloquently argue against this amendment, which simply tells the administration they cannot do what Congress has already prohibited it from doing indirectly, why would we not at the same time, to be consistent, go to our schoolchildren, who folks on the other side are very vehement about saying we must stop teen smoking, why should we not also have programs that provide free filters to cigarettes for those students, because that is exactly what we are doing with needle exchange programs? We are going to our children and saying, we do not like what you are doing but here, as long as you are going to do it, make it easier.

The experience in Switzerland, while the gentleman on the other side is absolutely correct, is not directly parallel to ours, is precisely, though, on point. Needle exchange programs further facilitate increase and exaggerate the use of mind-altering substances. We do not need to be a rocket scientist to figure that out.

Look at the statistics. Look at the sorry experience of what is happening in Switzerland. Please, let us make sure that this administration and no future administration is able to take the first step toward putting boxes of syringes and needles in the hands of our schoolchildren.

Support this amendment. That is all that it does. It simply reaffirms what Congress has already done and would stop an administration from surreptitiously going outside the intent and around the intent of Congress and doing indirectly what they have been prohibited from doing directly. This amendment is good policy. It reflects good science. It is for our children.

Mr. OBEY. Mr. Chairman, I yield 4 minutes to the distinguished gentleman from Iowa [Mr. GANSKE].

Mr. GANSKE. Mr. Chairman, I rise in strong opposition to the Wicker-Hastert amendment. This amendment may be popular, as evidenced by polls that that simplify the issue, but it is not enlightened public policy.

AIDS continues to ravage our country, from the big cities to the little towns. Sure, we have multidrug treatment, it may delay death. Maybe it will affect long-term survival. But despite these successes, we still have needle sharing as one of the most significant modes of HIV transmission.

In 1995, a panel of the National Research Council and the Institute of Medicine reported that between 1981 and 1993 the proportion of AIDS cases resulting from injection drug use rose from 12 to 28 percent. They concluded that "the HIV epidemic in this country

is now clearly driven by infections occurring in the population of injection drug users, their sexual partners, and their offspring."

One-third of all reported cases of AIDS in adults can be traced directly or indirectly to injection drug use. Over half of the children with AIDS got it from others who were injection drug users.

Mr. Chairman, we will never win this fight against AIDS if we fail to reduce the transmission of HIV through shared needles. Numerous studies have shown that needle exchange programs hold promise as a means to slow the spread of AIDS. The General Accounting Office conducted a review of these programs and found that a Connecticut program could reduce new HIV infection among participants by 33 percent over 1 year. Equally important, the GAO did not find evidence that these programs resulted in increased drug use. In fact, a University of California study indicated that some needle exchange programs have made significant numbers of referrals to drug abuse treatment programs.

Even if needle exchange programs cannot change the behavior of the drug users, they can at least reduce the number of times a needle is reused, getting it out of circulation more quickly, reducing the possibility that it will give HIV to somebody else.

One survey in the Journal of the American Medical Association found that a needle exchange program removed more than 3,500 HIV-contaminated syringes from San Francisco in 1 month. A 1997 consensus panel of the NIH was emphatic on the possible benefits of needle exchange programs, stating that they do not increase needle injecting behavior among current drug users; they do not increase the number of drug users; they do not increase the number of drug paraphernalia that is discarded.

In light of this evidence, which I have outlined, and many more studies suggesting the benefits of needle exchange programs, it would be wrong to close the door to Federal involvement in these projects.

Mr. Chairman, current law provides the Secretary of Health and Human Services with the discretion to lift the ban on needle programs, if she finds that these programs reduce the incidence of AIDS and also if they do not increase the use of illegal drugs.

Given the number of people who are losing their lives to AIDS every day, that discretion is appropriate. We should not change it. I urge my colleagues to think of the thousands of children who get AIDS because a parent got HIV from a dirty needle. Oppose the Wicker-Hastert amendment. Preserve our options in preventing the spread of HIV.

Mr. HASTERT. Mr. Chairman, I yield 6½ minutes to the gentleman from Oklahoma [Mr. COBURN], a distinguished doctor.

(Mr. COBURN asked and was given permission to revise and extend his remarks.)

Mr. COBURN. Mr. Chairman, there are a lot of confusing issues about the AIDS epidemic. I happen to be one of those that think that we have handled the epidemic in an incorrect fashion. We have done so for a very good reason, because there has been significant discrimination in this country with those who have had HIV. But there are some things that the American public ought to know about the concept of free needle exchanges.

First of all, this prohibition will not limit the right of any State to do this. That is where most free needle exchange programs are going on.

□ 1215

The other thing people should remember is a free needle exchange program is a free needle exchange for a felon, somebody who has already proven they do not respect our laws and who violates our laws. Now, yes, they are addicted, but nevertheless they are felons.

Second, most people support their drug habit by selling drugs, IV drugs. So if they are addicted to heroin, what happens is, they become motivated to supply their habit by agreeing to sell more heroin for the person that they are buying it from to take care of their addiction.

Third, it is not just heroin. In Oklahoma we have a significant problem with IV methamphetamine, something that is made in small labs throughout the State, and then people become addicted to IV methamphetamine.

So for us to assume this is just a heroin problem is completely wrong. For us to assume this is just people who have been victimized by the drug culture is wrong. They are felons. They also are the very people we are going to be giving free needles to who are going to be encouraging people who are presently not drug addicted to become drug addicted, and we are going to give them some of the tools to help them do that.

Now, is the goal worthy? There are six studies that I have read in North America that are associated with free needle exchange programs. The information on decreasing HIV transmission is mixed. Two of the studies show a marked increase in HIV transmission, as compared to those who were not in a free needle exchange program; four do not show that. So we do not know what the science says.

We can get out here and say that we know that the science is absolute that it will do this, but we do not really know that. It is nice to claim that in a debate, but we do not know that.

What we do know from the two most comprehensive studies that had the same people in the beginning of the study and the same people at the end of the study is that we see an increase in drug usage, one, and that we see an increase in the transmission of HIV among those groups.

Another point: One of the concepts of drug treatment is not to enable people to continue their addiction. There are a large number of people who are very well involved in hard drug addiction who oppose the idea of enabling people or making it easier for people to pursue their addiction. It goes against some of the greatest concepts of addictive psychiatrists when we say we are going to give people an easier way to utilize their addiction.

The gentleman from Wisconsin [Mr. OBEY] stated that of the various groups that have recommended that this be done, from the American Medical Association to the American Pediatric Society to the American Public Health Association, the Montreal and Vancouver studies were not available to them at the time they made those recommendations. So they are acting on information that is not the latest of information.

I also want to share with my colleagues what is going on in Plano, TX. Plano, TX, is not in my district, but here is a community of 200,000 people who have lost six youths this year from IV drug overdose, six youth that are no longer here because they had access to drugs.

It is debatable if this is a good way to slow HIV transmission. What is not debatable is that this is not a good way to slow drug addiction. This is not a good way to slow habits that are destructive to our society, and it certainly is not a good way to lessen the ability of those that are already addicted to, in fact, addict other people on the basis that now we have made it easier for them to promote their wares to support their habit.

Mr. WAXMAN. Mr. Chairman, will the gentleman yield?

Mr. COBURN. I yield to the gentleman from California.

Mr. WAXMAN. Mr. Chairman, I thank the gentleman for yielding to me.

What the amendment before us would do is, even if we found a needle exchange program could reduce the incidence of AIDS and if, when people came in for needle exchange, they were then encouraged to go into some program to cure their drug addiction, we would not be allowed to use funds for that purpose. That is what troubles me about this amendment.

Mr. COBURN. Mr. Chairman, just to answer that. I am not saying that is not a good goal, but that is only a part of what this amendment does.

This amendment violates the very sincere and straightforward principles that we have learned about addiction.

I want to read to my colleagues about a participant who drove up, did not have to give her name in a free New York needle exchange program. Here is what she said:

I made a personal visit to the "exchange" and without one dirty needle to exchange, I was supplied with 40 clean needles, alcohol wipes, cotton balls and cookers, along with a graphic description of the proper way to

shoot up so as to protect my health and prevent my loved ones from knowing I was using drugs. Her instructions were, "Don't shoot up in your neck. If you get bad dope, your head can explode."

I was also provided a needle exchange card making me exempt from arrest or prosecution if I were to be stopped by police and found to be carrying clean needles, a felony under New York law. I lied in response to every question and purposely reported I had been shooting up for only 6 months in the hope they would lean on me to come for counseling.

In parting, I asked the worker whether I had to return the needles he had supplied me in order to get more. He said, no, I don't have to bring the needles back, but advised me to discard the used syringes in an opaque container so no one would see them. The sheer willingness to supply me with 40 syringes without expecting anything to be returned leaves a grave unanswered question: What happens to those 40 dirty needles?

Ms. PELOSI. Mr. Chairman, I yield 2 minutes to the gentleman from California [Mr. WAXMAN].

Mr. WAXMAN. Mr. Chairman, I thank the gentlewoman for yielding me this time.

The problem in the argument that was just advanced by the gentleman from Oklahoma [Mr. COBURN], is that even if we found that the use of a needle exchange program could reduce the incidence of AIDS, even if we found that there would not be more drug use, but in fact people might then be encouraged to go into programs to shake their addiction, we would prohibit, if this amendment were adopted, the use of Federal funds, by the decision of the local health people, to be used for a needle exchange program. We would be saying to the local people, at their discretion, that under no circumstances could they use this tool of a needle exchange program to prevent the spread of HIV.

Now, I find it surprising that people who say we ought to use Federal funds at the discretion of local governments to take the opposite position when a needle exchange program is involved.

But before local public health agencies can even decide to have a needle exchange program, the law says the Secretary of HHS must make two findings: The Secretary of Health and Human Services must find that a needle exchange reduces the spread of HIV and that the needle exchange program does not cause any increase in illegal drug use.

The amendment before us would strike the ability of the Secretary to get this information and possibly make this finding. It would say under no circumstances, we do not care what the evidence may tell us, will we allow a needle exchange program at the discretion of the local public health officials.

This is short-sighted. These are the kinds of short-sighted decisions that have kept us from approaching this AIDS epidemic with all the tools at our disposal. We should not let the decision be made by people in the Congress, who do not have the evidence but who have a lot of fears about how their views

will be interpreted as to whether it is politically correct from the point of view of an opponent who may attack a distorted statement of those views. We ought to let these decisions be made on a scientific basis.

Mr. Chairman, I urge defeat of the amendment.

Mr. HASTERT. Mr. Chairman, I yield myself 1 minute to answer the gentleman from California.

One of the things we found, especially in the largest needle exchange program in New York, is that there is no referral to drug treatment programs. Matter of fact, they offer the addict anonymity so that they can hide their problem from their friends and their families so that they do not get help. That is one of the real problems.

We also found in Switzerland a study of one of the needle exchange programs and heroin-providing programs that has been tracked, of 1,035 heroin addicts given needles and clean heroin, only 83 exited the program since 1992, many by dying, and at the hands of their own government.

We talk about politically correct. Mr. Chairman, this is not politically correct. This is what is right and wrong and how the people of this country believe what is right and wrong. The job of this Congress is to move that belief forward.

Mr. Chairman, I yield 5 minutes to the gentleman from Mississippi [Mr. WICKER].

Mr. WICKER. Mr. Chairman, I want to certainly rise in support of the amendment, which would prohibit taxpayer dollars—taxpayer dollars—from being spent to distribute needles to intravenous drug abusers. And I want to thank the gentleman from Illinois [Mr. HASTERT] for his leadership on this issue, not only on the floor, but also before his subcommittee.

I also want to thank the distinguished chairman of the appropriations subcommittee, the gentleman from Illinois [Mr. PORTER], for indicating his support for this very important amendment to the appropriation bill. I very much appreciate the gentleman from Illinois for supporting this.

At the outset, I think it is important that we define what we are talking about when we say needle exchanges. How does a needle exchange program work?

Under a needle exchange program, an intravenous drug user comes to a facility with a dirty needle that has been used to perpetrate a felony, to inject either heroin or cocaine or another form of illegal drug, and they exchange it for a new needle. They simply hand over the needle that was used in the illegal drug act and receive, in return, a clean needle.

In many cases, the illegal drug user will be given a permission slip which would authorize him to carry the otherwise illegal drug paraphernalia. So, in reality, the activity that we are talking about, that we are talking about using Federal funds for today, is

to facilitate an act which is in fact illegal, which is in fact a felony in almost all of the United States of America.

Now, where are we under the current law, under the current law and the current appropriation bill that we are trying to amend?

For the past few years we have given the discretion to the Secretary of Health and Human Services to allow for needle exchanges if she determined that that should be done. And I believe the gentleman from California [Mr. WAXMAN] has read the appropriate language about determinations she must make.

I think this current law was a mistake. I think that this is a decision that is so important and rises to such a level that it should be made by the elected representatives of the people. The gentleman from Wisconsin [Mr. OBEY] says this issue raises very serious moral questions, and I agree. Those questions ought to be answered by the representatives of the people.

We have had two distinguished physicians who have spoken on different sides of the issue already this very afternoon. This demonstrates that there are serious policy determinations that surround this issue, and they should be made by the Congress of the United States, not by an appointed official in the executive branch. I do not think Congress should have punted this decision to the Secretary.

I think this is a decision that should be made by Congress. And the gentleman from California [Mr. WAXMAN] is correct. If we make this decision as a Congress, then we should change the drug laws, but that decision ought to be made with our eyes open. We ought to make that decision after full debate and after acknowledging this: that IV drug use is now illegal; that it is now a felony; that in 45 States, possession of needles, syringes, and other drug paraphernalia is illegal; and that in providing for needle exchanges by the Secretary of HHS we would not only be preempting laws against illegal IV drugs, but also we would be going a step further in overruling these State laws, against possession of needles, and we would be taking taxpayer funds to provide for the illegal activity.

I say, vote against preemption of State and Federal laws against IV drug use; vote against preemption of State laws which make possession of drug paraphernalia illegal. Let us regain congressional discretion over this major policy decision and vote for the Hastert-Wicker amendment.

□ 1230

Mr. GANSKE. Mr. Chairman, will the gentleman yield?

Mr. WICKER. I yield to the gentleman from Iowa.

Mr. GANSKE. I appreciate the gentleman's comments. Nobody is arguing to legalize illegal drugs. What we are talking about is a needle exchange program.

Mr. WICKER. Mr. Chairman, my point is the very activity that the gentleman would authorize is illegal.

Ms. PELOSI. Mr. Chairman, I yield 30 seconds to the gentleman from California [Mr. WAXMAN] for the purpose of responding to the gentleman.

Mr. WAXMAN. Mr. Chairman, I want to make a couple of points.

First, taxpayers' dollars are going to be used to treat and pay a higher price for the care of patients who have AIDS than for a program to prevent HIV infection. We are trying to prevent the spread of AIDS. In order to prevent the spread of AIDS, the decision would reside at the local level whether they want to use a needle exchange program and use Federal funds. But before they can make such a decision, the Secretary must find that a needle exchange program reduces the spread of AIDS and the needle exchange does not cause any increase in illegal drug use. Her decision is not discretionary. If she makes that finding, we ought to then allow the local governments to make the decision to have a program, if they choose that option.

Ms. PELOSI. Mr. Chairman, I yield 1 minute to the gentleman from New York [Mr. RANGEL], the distinguished ranking member of the Committee on Ways and Means and the former chair of the Select Committee on Narcotics.

(Mr. RANGEL asked and was given permission to revise and extend his remarks.)

Mr. RANGEL. Mr. Chairman, I rise in opposition to this ban on needle exchange only because, and I underline, only because it takes away the discretion from the Secretary of HHS. I think it is an indictment of a failed antidrug policy in this country that this august body has to even consider the exchange of needles with people who have problems that we are not even attacking why these hopeless people believe that drugs is the only answer they have to a better life.

I truly believe that starting off on this path, I do not see any different when we know the number of addicts that die because of overdoses and impure drugs, why some do-gooder will not be saying, why do we not give them purified drugs or something where they will be protected under doctor's advice, and already we have people running off talking about legalization and giving up what they call a fight that we have not had it.

But because I do not know and I do not think anyone in this House knows exactly how many lives are lost because of contaminated needles, I am prepared to leave it up to the Secretary of Health and Human Services and not make that political judgment myself.

PREFERENTIAL MOTION OFFERED BY MR. MILLER OF CALIFORNIA

Mr. MILLER of California. Mr. Chairman, I offer a preferential motion.

The CHAIRMAN pro tempore. The Clerk will report the motion.

The Clerk read as follows:

Mr. Miller of California moves that the Committee do now rise.

The CHAIRMAN pro tempore. The question is on the motion offered by

the gentleman from California [Mr. MILLER].

The question was taken; and the Chairman pro tempore announced that the noes appeared to have it.

## RECORDED VOTE

Mr. MILLER of California. Mr. Chairman, I demand a recorded vote.

A recorded vote was ordered.

The vote was taken by electronic device, and there were—ayes 39, noes 362, not voting 32, as follows:

## [Roll No. 387]

## YEAS—39

|            |               |           |
|------------|---------------|-----------|
| Berry      | Frank (MA)    | Mink      |
| Brown (OH) | Gejdenson     | Oliver    |
| Carson     | Gephardt      | Owens     |
| Coyne      | Gutierrez     | Pallone   |
| Davis (FL) | Hinchey       | Pastor    |
| DeFazio    | Johnson, E.B. | Pelosi    |
| DeLauro    | Kind (WI)     | Rangel    |
| Deutsch    | Lowe          | Slaughter |
| Dingell    | McDermott     | Stupak    |
| Doggett    | McNulty       | Vento     |
| Eshoo      | Meehan        | Waxman    |
| Farr       | Millender-    | Woolsey   |
| Filner     | McDonald      |           |
| Ford       | Miller (CA)   |           |

## NAYS—362

|              |               |               |
|--------------|---------------|---------------|
| Abercrombie  | Cooksey       | Hall (TX)     |
| Ackerman     | Costello      | Hamilton      |
| Aderholt     | Cox           | Hansen        |
| Andrews      | Cramer        | Harman        |
| Archer       | Crane         | Hastert       |
| Armey        | Crapo         | Hastings (WA) |
| Bachus       | Cubin         | Hayworth      |
| Baesler      | Cummings      | Hefley        |
| Baker        | Cunningham    | Hefner        |
| Baldacci     | Danner        | Herger        |
| Ballenger    | Davis (VA)    | Hill          |
| Barcia       | Deal          | Hilleary      |
| Barrett (NE) | DeGette       | Hinojosa      |
| Barrett (WI) | DeLay         | Hobson        |
| Bartlett     | Diaz-Balart   | Hoekstra      |
| Barton       | Dickey        | Holden        |
| Bass         | Dicks         | Hooley        |
| Bateman      | Dixon         | Horn          |
| Becerra      | Doolittle     | Hostettler    |
| Bentsen      | Doyle         | Houghton      |
| Bereuter     | Dreier        | Hoyer         |
| Berman       | Duncan        | Hulshof       |
| Bilbray      | Dunn          | Hunter        |
| Bilirakis    | Edwards       | Hutchinson    |
| Bishop       | Ehlers        | Hyde          |
| Blagojevich  | Ehrlich       | Inglis        |
| Bliley       | Emerson       | Istook        |
| Blumenauer   | Engel         | Jackson (IL)  |
| Blunt        | English       | Jefferson     |
| Boehlert     | Ensign        | Jenkins       |
| Bono         | Etheridge     | John          |
| Borski       | Evans         | Johnson (CT)  |
| Boswell      | Everett       | Johnson (WI)  |
| Boucher      | Ewing         | Johnson, Sam  |
| Boyd         | Fattah        | Jones         |
| Brady        | Fawell        | Kanjorski     |
| Brown (CA)   | Fazio         | Kaptur        |
| Brown (FL)   | Foglietta     | Kasich        |
| Bryant       | Foley         | Kelly         |
| Bunning      | Forbes        | Kennedy (MA)  |
| Burton       | Fowler        | Kennedy (RI)  |
| Buyer        | Fox           | Kennelly      |
| Callahan     | Franks (NJ)   | Kildee        |
| Calvert      | Frelinghuysen | Kilpatrick    |
| Camp         | Frost         | Kim           |
| Campbell     | Furse         | King (NY)     |
| Canady       | Galleghy      | Kingston      |
| Cannon       | Ganske        | Klecza        |
| Capps        | Gekas         | Klink         |
| Cardin       | Gibbons       | Klug          |
| Castle       | Gilchrest     | Knollenberg   |
| Chabot       | Gillmor       | Kolbe         |
| Chambliss    | Gilman        | Kucinich      |
| Chenoweth    | Goode         | LaFalce       |
| Christensen  | Goodlatte     | LaHood        |
| Clay         | Goodling      | Lampson       |
| Clement      | Gordon        | Lantos        |
| Clyburn      | Goss          | Largent       |
| Coble        | Graham        | Latham        |
| Coburn       | Granger       | LaTourette    |
| Collins      | Green         | Lazio         |
| Combest      | Greenwood     | Leach         |
| Condit       | Gutknecht     | Levin         |
| Cook         | Hall (OH)     | Lewis (CA)    |

|               |               |              |
|---------------|---------------|--------------|
| Lewis (KY)    | Payne         | Skeen        |
| Linder        | Pease         | Skelton      |
| Lipinski      | Peterson (MN) | Smith (NJ)   |
| Livingston    | Peterson (PA) | Smith (OR)   |
| LoBiondo      | Petri         | Smith (TX)   |
| Lofgren       | Pickering     | Smith, Linda |
| Lucas         | Pickett       | Snowbarger   |
| Luther        | Pitts         | Snyder       |
| Maloney (CT)  | Pombo         | Souder       |
| Maloney (NY)  | Pomeroy       | Spence       |
| Manton        | Porter        | Spratt       |
| Manzullo      | Portman       | Stabenow     |
| Markey        | Poshard       | Stark        |
| Martinez      | Price (NC)    | Stearns      |
| Mascara       | Pryce (OH)    | Stenholm     |
| Matsui        | Quinn         | Stokes       |
| McCarthy (MO) | Radanovich    | Strickland   |
| McCarthy (NY) | Rahall        | Stump        |
| McCollum      | Ramstad       | Sununu       |
| McCrery       | Redmond       | Talent       |
| McDade        | Regula        | Tanner       |
| McGovern      | Reyes         | Tauscher     |
| McHale        | Riggs         | Tauzin       |
| McHugh        | Riley         | Taylor (MS)  |
| McInnis       | Rivers        | Taylor (NC)  |
| McIntosh      | Rodriguez     | Thomas       |
| McIntyre      | Rogan         | Thompson     |
| McKeon        | Rogers        | Thornberry   |
| McKinney      | Rohrabacher   | Thune        |
| Menendez      | Ros-Lehtinen  | Thurman      |
| Metcalfe      | Rothman       | Tiahrt       |
| Mica          | Roukema       | Tierney      |
| Miller (FL)   | Roybal-Allard | Torres       |
| Minge         | Royce         | Towns        |
| Moakley       | Ryun          | Trafficant   |
| Mollohan      | Sabo          | Turner       |
| Moran (KS)    | Salmon        | Upton        |
| Morella       | Sanders       | Velazquez    |
| Murtha        | Sandlin       | Visclosky    |
| Myrick        | Sanford       | Walsh        |
| Nadler        | Sawyer        | Wamp         |
| Neal          | Saxton        | Watkins      |
| Nethercutt    | Schaefer, Dan | Watts (OK)   |
| Neumann       | Schaffer, Bob | Weldon (FL)  |
| Ney           | Schumer       | Weldon (PA)  |
| Northup       | Scott         | Weller       |
| Nussle        | Sensenbrenner | Wexler       |
| Oberstar      | Serrano       | Weygand      |
| Obeys         | Sessions      | White        |
| Ortiz         | Shadegg       | Whitfield    |
| Oxley         | Shaw          | Wicker       |
| Packard       | Shays         | Wolf         |
| Pappas        | Sherman       | Wynn         |
| Parker        | Shimkus       | Yates        |
| Pascrell      | Shuster       | Young (AK)   |
| Paul          | Sisisky       | Young (FL)   |
| Paxon         | Skaggs        |              |

## NOT VOTING—32

|            |               |             |
|------------|---------------|-------------|
| Allen      | Dooley        | Roemer      |
| Barr       | Flake         | Rush        |
| Boehner    | Gonzalez      | Sanchez     |
| Bonilla    | Hastings (FL) | Scarborough |
| Bonior     | Hilliard      | Schiff      |
| Burr       | Jackson-Lee   | Smith (MI)  |
| Clayton    | (TX)          | Smith, Adam |
| Conyers    | Lewis (GA)    | Solomon     |
| Davis (IL) | Meek          | Waters      |
| Delahunt   | Moran (VA)    | Watt (NC)   |
| Dellums    | Norwood       | Wise        |

## □ 1252

Mr. SHADEGG changed his vote from "yea" to "nay."

The motion was rejected.

The result of the vote was announced as above recorded.

## PERSONAL EXPLANATION

Mr. SMITH of Michigan. Mr. Chairman, on rollcall No. 387, I was unavoidably detained at a Social Security meeting away from the Capitol. Had I been present, I would have voted "nay."

The CHAIRMAN pro tempore [Mr. LAHOOD]. The gentleman from Illinois [Mr. HASTERT] has 18½ minutes remaining, and the gentlewoman from California [Ms. PELOSI] has 25 minutes remaining.

Following debate on this amendment, we will vote on the amendment of the gentleman from Illinois [Mr. HASTERT], followed by votes on two other amendments that were postponed.

Ms. PELOSI. Mr. Chairman, I yield 4 minutes to the very distinguished gentleman from Ohio [Mr. STOKES], a member of the subcommittee.

Mr. STOKES. Mr. Chairman, I thank the gentlewoman for yielding me this time.

Mr. Chairman, I rise in strong opposition to this amendment, which would terminate the Secretary of the Department of Health and Human Services' authority to determine if Federal funds can be used for needle exchange programs.

HIV-AIDS is a very serious public health epidemic that must be dealt with openly and aggressively. Our Nation's aggressive head-on attack to conquering this devastating disease is what has led to AIDS patients living longer and enjoying a fuller quality of life.

There was a time not too long ago when we could not use the word "AIDS" and the word "living" in the same sentence. As a result of our pulling-out-all-the-stops approach to this disease, we can now speak of living with AIDS.

## □ 1300

In fact, we should be here today speaking of how to apply the war on AIDS blueprint to conquering diabetes, heart disease, cancer, and violence. Yet, instead, we are here playing politics with one of our Nation's most deadly diseases and major causes of premature deaths.

Mr. Chairman, research studies conducted by the National Commission on AIDS, the General Accounting Office, the University of California at the direction of the Centers for Disease Control and Prevention, the National Academy of Sciences, the Office of Technology Assessment, and also the National Institutes of Health Consensus Development Conference all support needle exchange as an effective means of controlling and preventing the spread of HIV-AIDS.

Renowned public health and medical expert organizations, including the National Academy of Sciences, the American Medical Association, the American Public Health Association, the American Academy of Pediatrics, all support needle exchange programs.

We must put this amendment into perspective. AIDS is now the leading cause of death among Americans ages 25 to 44. Approximately one-third of all reported adult AIDS cases are directly or indirectly associated with injection drug use. Drug users account for approximately two-thirds of all cases of newly acquired HIV infection. Over half of AIDS deaths are injection-related.

It is imperative that we not create Federal policies that would restrict the ability of the Federal Government and local communities to end this HIV-AIDS epidemic. Let us not turn back the clock on HIV-AIDS. Current law allows the use of Federal funds for needle exchange programs if the Secretary



of Health and Human Services determines that these programs effectively reduce HIV and do not encourage the use of illegal drugs.

Mr. Chairman, I ask my colleagues to join me in fighting the spread of this deadly HIV-AIDS disease by voting "no" to an amendment that would prohibit the Secretary's authority to protect the health, safety, and well-being of the American people, especially those most at risk for HIV-AIDS. Vote "no" on relinquishing the Secretary's authority.

Ms. PELOSI. Mr. Chairman, I am pleased to yield 1 minute to the gentleman from New York [Mr. NADLER], a leader in the fight against AIDS.

Mr. NADLER. Mr. Chairman, some things are no longer debatable. They may have been debatable 5 years ago, but despite some assertions from some gentlemen here, they are no longer debatable.

One, needle exchange does not promote drug use. We are all opposed to drug use. Any number of studies and plenty of experience have found that needle exchange does not increase drug use.

Also, needle exchange saves lives. These two propositions are not debatable except by people who are ignorant of what the truth of the matter is, from any number of studies and experience in 100 cities in the United States.

Point two, if we want to send a message, we do not send a message at the cost of people's lives. Some people may think, oh, it is only junkies, let them die. They will not say it, but some people think that. That is tomorrow. But beyond that, it is not just junkies. It is their children who are born with AIDS, it is people they have sex with, it is people who have sex with people they had sex with, it is the whole transmission.

One-third of all AIDS transmission in the United States today is because of our ignorant restrictions on needle exchanges. Do not pass this amendment. If Members vote for this amendment, they are voting to transmit AIDS and to have more people die of this scourge.

Ms. PELOSI. Mr. Chairman, I am pleased to yield 1 minute to the gentleman from Connecticut [Ms. DELAURO], a distinguished member of the subcommittee.

Ms. DELAURO. Mr. Chairman, I understand the concerns expressed by the proponents of this amendment. The issue makes me uncomfortable, but it saves lives and it reduces drug use.

The experience of my hometown, New Haven, CT, has had me look very hard and clear at the facts. The needle exchange program in New Haven was created in 1991. A recent Yale University study talked about the effects of the program. Let me let the Members know about this.

The program reduced sharing of needles by drug abusers from 71 percent to 15 percent of people who shared. It reduced the spread of HIV by 33 percent. It helped 350 people each year get off

drugs and get their lives turned around. The New Haven Police Department indicates that this caused no increase in the number of drug-related problems during the time the program was in effect.

In the State of Connecticut, 53 percent of our AIDS cases are in drug users. Most children with AIDS in Connecticut had a parent who was a drug user. Stopping needle sharing saves lives, especially those of innocent children.

Mr. HASTERT. Mr. Chairman, I yield 4½ minutes to the gentleman from Indiana [Mr. SOUDER], who has been a leader on this issue.

Mr. SOUDER. Mr. Chairman, it is hard to believe we are even debating this amendment of giving free needles to enable people to abuse an illegal substance, heroin, and possibly terminate their own lives and the lives of others. It is truly astonishing that anyone who wants to prevent drug abuse or help an addict get off drugs would support a needle exchange program. In fact, what we are saying would be, here is a clean needle, keep injecting yourself with this, it will kill you. This is not compassion, this is truly just masquerading as compassion.

In fact, the lead author of the San Francisco needle exchange study, a needle provider himself, was later found dead of an IV heroin drug overdose. Beyond the evidence now coming in from the Canadian needle exchange give-away programs in Montreal and Vancouver that show increased HIV infection in addicts who participated in the program versus those who did not, evidence is not clear. Earlier evidence was suggesting one thing, and evidence coming in now is suggesting another.

One has to question the consequences of needle exchange programs for the community involved. What happens when a clinic, with government sanction, is allowed to dispense free needles to addicts? The zone around the clinic dispensing free needles to IV drug users becomes a no-go area for law enforcement. The result is, drug dealers move in, certain they are immunized against prosecution and free to keep their clients addicted.

In Manhattan, the lower east side community Board 3 passed a resolution in November, 1995, to close down their needle exchange program because the community was inundated with drug dealers. Law-abiding businessmen shut down, and needed law enforcement was withheld by the police.

In Willimantic, CT, after a toddler was stuck by a needle discarded near the needle exchange program and an intoxicated man died from an overdose after receiving clinic needles, residents protested and the program was finally shut down in 1997. Do not be fooled, needle exchange programs are only a subtle form of drug legalization, and at least enables that.

I want to read from a statement from Dr. James Curtis on June 4, 1997, director of the Department of Psychiatry

and Addiction Services at the Harlem Hospital Center, a professor of clinical psychiatry at the Columbia University College of Physicians and Surgeons on behalf of the Black Leadership Commission on AIDS.

He describes his college and then he says,

The specific topic of needle exchange programs is one I have carefully followed since they were first proposed almost 15 years ago. From the first and up until the present time, I remain firmly opposed to the needle exchange because I am convinced they would do much harm to black people. Addicts need to be treated and can be effectively treated. They should not be given needles and encouraged to continue their addiction.

Dr. Curtis of the Harlem Hospital continues,

Let us examine needle exchanges. Addicts are well-informed about how the HIV/AIDS is transmitted, and also about methods of obtaining clean needles. It is absurd to believe addicts cannot afford the small cost of injection equipment, but that they can afford to raise the much larger amount of money to purchase illicit drugs they will inject in their veins. By giving free needles and syringes to addicts, we help them to finance their addiction. . . . Often needles are supplied free along with the purchase of powdered heroin, and cocaine needles are sold freely on the black market, since large supplies are regularly stolen from hospitals and physicians' offices.

Dr. Curtis of the Harlem Hospital continues,

Furthermore, since needles and syringes can be prescribed for diabetic patients, many addicts, whether they are diabetic or not, obtain prescriptions this way. However, even well-informed addicts, who carefully use clean needles for years, eventually reach the point that they have used up all of their veins. The unfortunate result is that when they are admitted to hospitals for treatment for other medical or surgical procedures, physicians often are sometimes unable to find a vein to perform a life-saving function.

Furthermore, Dr. Curtis of the Harlem Hospital Center says,

The addict cannot remain an addict unless he or she receives a lot of help from a group of other people. These other people are referred to as enablers, other addicts and well-intentioned family members or friends.

He said that needle exchange programs encourage denial and are frankly enabling.

He also points out that the public has been led to believe that persons who have a compassionate concern for drug addicts should favor the use of clean needles, and anybody opposing the program is in favor of forcing addicts to use dirty needles. In other words, it is a contest between the liberal and humane persons versus those who are prejudiced against addicts, black people, and persons with AIDS. In actuality, the choices are not between clean needles or dirty needles. It is a still better choice to be opposed altogether to needles.

It would be appalling to use our tax dollars to be enablers for people who are putting their life and their communities at risk.

Ms. PELOSI. Mr. Chairman, I am pleased to yield 2 minutes to the distinguished gentlewoman from Maryland [Mrs. MORELLA], a great leader in

the fight against AIDS, especially women with AIDS.

Mrs. MORELLA. Mr. Chairman, I thank the gentlewoman for her kind words, and for yielding time to me.

Mr. Chairman, I rise in opposition to the Hastert-Wicker amendment. The bill before us today already prohibits the use of Federal funds for needle exchange programs unless the Secretary of the Department of Health and Human Services determines that needle exchange programs are effective in preventing HIV transmission and that they do not promote the use of illegal drugs.

The Hastert amendment would remove the authority of the Secretary to manage public health threats and would, in effect, substitute political expediency for sound science and public health policy. The bill's language is the very same language on needle exchange that has been part of this bill since 1990.

The American Medical Association, the American Bar Association, the American Public Health Association, the Association of State and Territorial Health Officials, the National Academy of Sciences, and the U.S. Conference of Mayors, all have expressed their support for needle exchange, as part of a comprehensive HIV prevention program. A number of federally funded studies have reached the same conclusion and have found that needle exchange does not increase drug use—including a consensus conference convened by the National Institutes of Health, earlier this year.

In my own State of Maryland, injection drug use is the major mode of transmission for HIV/AIDS. Baltimore city's needle exchange program has been associated with a 40 percent reduction in new cases of HIV, and evaluation of the program has demonstrated that needle exchange did not increase drug use. In fact, a bill was approved to continue the program by an overwhelming vote in the Maryland State Legislature earlier this year. It passed by a vote of 113 to 23 in the house of delegates and by a vote of 30 to 17 in the State senate.

Nationally, 66 percent of all AIDS cases among women and more than half of AIDS cases in children are related to injection drug use. It is important to note that if the Secretary decided to lift the ban, Federal funding for needle exchange programs would not mean that local communities would have to implement them; only those communities that believe such a program would be effective in their HIV prevention strategy would do so—thereby leaving the decisionmaking to the local communities. Community-based solutions have always been the most effective prevention programs, and are consistent with our attempts in this House to prevent the Federal Government from interfering with local decisionmaking.

I urge my colleagues to act in the best interests of our Nation's public

health. Retain the Secretary's authority to respond to public health threats, and vote "no" on the Hastert-Wicker amendment.

Mr. HASTERT. Mr. Chairman, I yield 1½ minutes to the gentlewoman from North Carolina [Mrs. MYRICK].

Mrs. MYRICK. Mr. Chairman, I rise in support of the amendment today. I have just three simple points.

One, I speak as a parent and also as a former mayor who spent many, many years in the local area fighting the drug war and knowing the ravages of what happens. It is simply not proper for the Federal Government to be funding a program, or any government, really, to fund a program like needle exchange. In a time when drug use is again on the rise, we simply should not send a message of tolerance in any form, because we need to discourage drug use, not try and make it safer for the user. It has been a fact, and it is still a fact, that when society disapproval of drug use drops, we see drug use rise; and we are in the midst of that there.

I reference one of the President's research reports in youth attitudes toward drugs. It is talking about marijuana and 12th graders, but it shows a definite rise. They are saying that there is a correlation between that and a 3-year lag in the rising cocaine use after that.

My concern is that heroin is now becoming the drug of choice. Anything that we begin to do that literally encourages that in any way, I believe is a big mistake. I urge people to support the Hastert amendment.

Ms. PELOSI. Mr. Chairman, I am pleased to yield 2 minutes to the gentleman from California [Mr. BECERRA], the distinguished chair of the Hispanic Caucus.

(Mr. BECERRA asked and was given permission to revise and extend his remarks.)

Mr. BECERRA. Mr. Chairman, I thank the gentlewoman for yielding time to me, and for her continued fight on behalf of people with HIV.

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Mr. Chairman, certainly needle exchange programs will not reduce the use of drugs. But all the evidence and all the research out there tells us that needle exchange programs do reduce the spread of HIV.

The National Institutes of Health reports that needle exchange programs have brought down the spread of HIV by some 30 percent. When we consider that one needle costs a dime, and the estimate is that it costs some \$120,000 to treat someone who gets HIV, we can understand why this is such a powerful program.

When we put on top of that the fact that one-third of all the cases of HIV are now related to drug use, and the fact that most of the new HIV cases among women and children are related to drug use, my colleagues can see how powerful a weapon this is.

Certainly, we just do not do a needle exchange program by itself. If we also want to address, and I hope we do, the issue of drug prevention, we have treatment programs, we have other avenues to try to make sure that we do reduce the use of drugs. But right now what we are talking about is trying to stop the spread of AIDS and HIV, and we should do whatever we can that has been proven to work to do so at a minimal cost.

Mr. Chairman, we may not succeed just through needle exchange in reducing drug usage. That is not the effort behind needle exchange programs. But we have proven through needle exchange programs that we will reduce the spread of HIV.

Why should we do this? Well, the U.S. Conference of Mayors tells us we should do this. Why? Because they have to deal with this most directly. We should follow the advice of those who have to deal with people who unfortunately have become infected by the HIV virus.

Unfortunately, there are impediments. We should not be an impediment. Let us let those local programs work and help them coordinate nationwide and let us do the right thing in trying to stop the spread of HIV. I urge my colleagues to oppose the Hastert amendment.

Mr. HASTERT. Mr. Chairman, I yield 4 minutes to the gentleman from Florida [Mr. WELDON].

Mr. WELDON of Florida. Mr. Chairman, I rise in support of this amendment, and I would disagree with some of the people who would claim that the current language in the bill does not represent a change in policy. I think it does. I think we do not have the data to support such a change in policy. For that reason, I highly encourage my colleagues to vote for this amendment.

Mr. Chairman, let me say that I think I can bring a little bit of perspective to this. Prior to coming to the Congress, I was a practicing physician. Many of my patients were AIDS patients. Indeed, my colleague and I for years were the only AIDS doctors in a county of 400,000 people. I saw them in my office. I went in the hospital in the middle of the night.

I have also taken care of a lot of drug addicts and I can tell my colleagues that these needle exchange programs, they cut down on the frequency of sharing needles but they do not bring this down to zero. If my colleagues deal with drug addicts, they will see why. They are pretty irrational people in their behavior most often, and a lot of them will cooperate with the exchange, but a lot of times they will still share needles. It is just a bare fact.

We have heard from a lot of people today that all the data is in and this works, needle exchange programs save lives. I can tell my colleagues that that indeed is not the case. There have been some significant articles in the medical literature that challenge that, and I think it is really a major mistake for

the Federal Government to get on this bandwagon.

Specifically, there is a 1996 study that was published in *Lancet*, and that is a British medical journal, a respected British medical journal, that showed that needle exchange programs, the people in the program have a two times greater risk of contracting AIDS. Not that it reduces, as some people have been claiming, the transmission of AIDS by 30 percent, but that it doubles the transmission of AIDS. Now, this is a study in a respected medical journal.

Mr. Chairman, additionally, probably one of the best journals, the best medical journals, is a journal called *Epidemiology*. *Epidemiology* is the study of the spread of disease, and they published in the *Annals of Epidemiology* a study this year, January of this year, that showed that needle exchange programs have no impact. There is no reduction in the transmission of AIDS.

So, if my colleagues like needle exchange, they can whip out all their studies that show it works. If my colleagues do not like needle exchange, they can whip out these studies and show it does not work.

Mr. Chairman, what I say to my colleagues is we are talking about Federal dollars and what we are going to be doing with Federal dollars. I think, considering that so many people think it is so objectionable, to do this, indeed, I have been informed by a Member since I have been on this floor that needle exchange programs are illegal in something like 45 States, I think it is very, very inappropriate for us to be giving this administration the freedom to go out and start engaging in more of this. I think we need more scientific data and more studies.

Mr. Chairman, I would encourage all of my colleagues to support the Hastert amendment.

Ms. PELOSI. Mr. Chairman, I yield 3 minutes to the distinguished gentleman from Florida [Mr. FOLEY].

Mr. FOLEY. Mr. Chairman, I want to first make the point there has been a lot of notion of felonious drug use and that we are going to promote it through opposition to this amendment. I remember a bumper sticker that used to say, "If we outlaw guns, only the outlaws will have guns."

Well, Mr. Chairman, if we outlaw needle exchange programs, then only the outlaws will have needles, dirty needles that are killing them.

Clearly, I do not have any medical testimony that suggests that I have the perfect answer. But I will suggest that the Federal Government is spending \$120,000 over their lifetime to care for somebody infected with HIV virus, and it costs 10 cents to provide a sterile needle.

Mr. Chairman, I ask anyone listening to my voice, if given a free needle will they inject themselves? The attending physician here has people fainting by getting a flu shot. It is not something you would do naturally, is find a free

needle and then suggest I think I will try heroin. It does not happen.

But what is happening is the disease of AIDS is being spread through the use of hypodermic needles. Plain and simple. I know this is a very sensitive area for people, and I do not want the Members who oppose the good amendment of the gentleman from Illinois [Mr. HASTERT] to suggest that we are for drug use, neither do I want the view of the gentleman from Illinois to be taken lightly. He has very serious concerns.

Mr. Chairman, maybe this Congress, through the deliberations being held today, could discuss creating a needle that is only for one-time use, whether it is for a diabetic user or someone else. Maybe we invent the technology that allows a needle to be only used once, a collapsible syringe type that has one-time use only. Maybe that is a better alternative, and we could eliminate this.

But if Members think that by not engaging in this debate we are furthering the health care of average Americans, we are not. They will still find the needle in the trash. They will still rob the doctor's office. They will rob the pharmacy or they will claim to be a diabetic to get that needle, and so the disease goes on and spreads throughout our community; 67 percent are through injection of drugs, and then we as a society pay for that.

What I thought was most important is that perhaps we have a chance of getting a person into counseling. And I agree, the gentleman from Oklahoma [Mr. COBURN] was absolutely right when he suggested why should they be given 40 needles in exchange for one? I do not agree with that type of program. I think they have to be very well-controlled and monitored.

But at the same time if we can lure one person off of heroin, one person off of drugs, one person off of catching or being exposed to HIV or AIDS, then we have done something meaningful here today. But to blanketly say that this administration is promoting drug use by trying to experiment in a very, very small controlled atmosphere is wrong.

Mr. Chairman, Members have denounced facts today that have been proven in New Haven, CT, and Tacoma, WA, about the reduction of the spread of AIDS. We see this. But in all due respect to the physicians who testified for the amendment, they have some valid points. But let us meet in the middle and talk about something new and different.

But most importantly, let us talk about lives and saving lives. Let us talk about minimizing the spread of AIDS and HIV. And, hopefully, let us talk about eradicating this Nation of the deadly drugs that are out there on our streets.

Ms. PELOSI. Mr. Chairman, I yield 2½ minutes to the gentlewoman from Connecticut [Mrs. JOHNSON].

Mrs. JOHNSON of Connecticut. Mr. Chairman, I rise in opposition to the

Hastert amendment. As we discuss this on the floor today, I think it is truly important to keep reminding ourselves that the leading cause of death amongst adults 25 to 44 years old is AIDS. The leading cause of death. It is the seventh leading cause of death for all Americans.

Furthermore, we are not debating here the Federal program. We are debating whether the Secretary can use the money, after she has reported to Congress that studies show that it does not increase the number of drug users, injecting drug users, and that needle exchange programs actually reduce the spread. So she would have to report on those critical issues before anything could happen.

Mr. Chairman, in Connecticut, we have evidence, evidence that 52 percent of all injecting drug users were sharing needles. The needle exchange program reduced that amount sharing to 32 percent. Now, needle sharing is one of the three leading causes of AIDS spreading in America, the No. 1 cause of death amongst adults 25 to 44.

Mr. Chairman, why would we not allow the Secretary to release the money if she does the studies that come back and show, yes, like in Connecticut, needle sharing reduced the percent of injecting drug users who used other people's needles?

Now, it worked in Connecticut. The National Academy of Sciences found that there is no credible evidence to date that drug use has increased among participants as a result of the programs that provide legal access to sterile equipment. And I quote, "The National Academy of Science's study concluded that the programs were effective at lowering the number of contaminated needles in circulation."

Mr. Chairman, given the role that contaminated needles play in the spread of AIDS, and given that AIDS is the No. 1 killer of adult Americans 25 to 44, I urge my colleagues to not only oppose the Hastert amendment, but to allow our local mayors, our local program directors to make the difficult decision whether in their circumstances needle sharing is appropriate to fight AIDS and death.

Mr. HASTERT. Mr. Chairman, I yield myself 30 seconds.

Mr. Chairman, I have a news article here from the *American Medical News* talking about the needle exchanges in Connecticut. Children are finding needles in the streets and garbage. The States Attorney in Connecticut said he has written the Governor, legislature, and the head of the State Department of Public Health saying this is an abomination. These needles are finding their way to the street corner, the same brand that is in the needle exchange program. Frankly, it is a problem.

Ms. PELOSI. Mr. Chairman, I yield 30 seconds to the gentlewoman from Connecticut [Mrs. JOHNSON].

Mrs. JOHNSON of Connecticut. Mr. Chairman, I would just like to say that

needle exchange programs have nothing to do with that problem of discarded needles being available and spreading infection. But the American Medical Association does support the underlying bill, as does the National Alliance of State and Territorial AIDS Directors, the National Research Council, the Institute of Medicine, the American Bar Association, and the U.S. Conference of Mayors, and those are the people on the frontlines.

Mr. HASTERT. Mr. Chairman, I yield 2 minutes to the gentleman from Washington [Mr. NETHERCUTT].

Mr. NETHERCUTT. Mr. Chairman, I am going to support this amendment. I want to provide some perspective on this issue by discussing who our government subsidizes through providing Federal funding for needle exchange programs or needle programs.

Mr. Chairman, I am vitally interested in the issue of diabetes, along with the gentlewoman from Oregon, Ms. FURSE, and Speaker GINGRICH. I am cochairman of the Diabetes Caucus. We have about 100 members in the Caucus here in the House.

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There are 16 million diabetics in our country; 27 cents out of every Medicare dollar is used to pay for the complications of diabetes. It ranks about fourth on the death list in our country, not seventh like AIDS, and AIDS is a very serious issue and I am very concerned about it, but billions of dollars are spent on the consequences of diabetes.

At least 1 million children have diabetes, and they take two to three injections a day. No subsidy for them, for families that have to deal with this very serious disease that costs not only human suffering but lots of money in our society. They do not get subsidized.

If the evidence is, and it sounds to me like it is conflicting here today, if the evidence that the needle exchange programs perpetuate AIDS and illegal drug use, then we would be far better off to spend that money on subsidizing needle programs for diabetics, those families who have a major problem in paying for that cost for their children and for people all across the AIDS spectrum of our country.

I am going to support this amendment. I hope my colleagues will, also.

Ms. PELOSI. Mr. Chairman, I yield 2 minutes to the gentleman from Washington [Mr. McDERMOTT], who has been a leader in the field of preventing the spread of AIDS internationally.

(Mr. McDERMOTT asked and was given permission to revise and extend his remarks.)

Mr. McDERMOTT. Mr. Chairman, I want to associate myself with the remarks of the gentleman from Florida [Mr. FOLEY] and the gentlewoman from Connecticut [Mrs. JOHNSON] because it really makes it very clear this is not a partisan issue. This is a public health issue.

My colleague from Washington made the best case for a national health in-

surance program that I have ever heard. But we are not talking about that today. We are talking about prevention of a disease. It is a program that works. And people at the local level in my State, in Tacoma, came up with local money to do this because they know what the costs are if we do not prevent.

Benjamin Franklin said, an ounce of prevention is worth a pound of cure. We spend millions, hundreds of millions of dollars on the cost of triple therapy, on homes for people living with AIDS, and all other kinds of things, but we will not spend money on a program that works at the local level to reduce the incidence of AIDS infection.

Members can argue out here and make this into somehow we are promoting drugs. That is the argument that has been made all over the country on this issue. But the fact is that if people are using clean needles, they are not going to be spreading the drugs, and we know that is a major route of infection, not only in the United States but worldwide.

This epidemic is not getting smaller. It is getting larger. It is spreading through all kinds of methods, but this is one of the main ones.

In my view, to take the step of taking away from the Secretary a route to deal with this issue nationally is simply to say we are willing to come back in here and put another \$100 million or \$500 million or whatever into triple therapy.

As long as the pharmaceutical industry can find ways to keep people alive longer, the costs are going to grow. If we want to be just fiscally sound, this is a fiscally sound program. Every conservative in the House ought to be for it because it saves money as well as deals with the problem in a humane way.

The CHAIRMAN pro tempore (Mr. LAHOOD). The Chair would advise Members that the gentleman from Illinois [Mr. HASTERT] has 6½ minutes remaining, and the gentlewoman from California [Ms. PELOSI] has 7½ minutes remaining.

Ms. PELOSI. Mr. Chairman, I yield 1 minute and 30 seconds to the gentlewoman from New York [Mrs. LOWEY], who is a member of the Subcommittee on Labor, Health and Human Services, and Education and former chair of the Congressional Caucus on Women's Issues.

(Mrs. LOWEY asked and was given permission to revise and extend her remarks.)

Mrs. LOWEY. Mr. Chairman, I thank the gentlewoman for her important work on this issue and so many other issues on the committee.

Mr. Chairman, under current law no Federal funds may be used for needle exchange programs unless the Secretary of HHS determines that such programs are effective in preventing the spread of HIV and do not encourage the use of illegal drugs.

This amendment would ban the Secretary from exercising this authority. However, there is mounting scientific evidence that needle exchange programs are useful in controlling the spread of the deadly HIV virus while not encouraging illicit drug activity. Mr. Chairman, this evidence comes from the most reputable scientific agencies in the land, such as the NIH, the CDC, and National Research Council.

Leading sectors of the public health community support retaining the Secretary's authority to lift the ban on Federal funding for needle exchange programs and oppose this amendment. These organizations include the American Academy of Pediatrics, American Nurses Association, the AMA.

There is uncontestable evidence that the proportion of HIV cases related to injection drug use has dramatically increased over the last 15 years. In fact, injection drug users now account for almost two-thirds of all cases of newly acquired HIV infection.

This amendment will handicap public health officials from controlling the spread of HIV and AIDS, particularly in our inner cities.

I urge my colleagues, vote "no" on this amendment.

Mr. HASTERT. Mr. Chairman, I yield 1½ minutes to the gentleman from Texas [Mr. SAM JOHNSON].

Mr. SAM JOHNSON of Texas. Mr. Chairman, I rise in support of this amendment. Americans do not support needle exchange programs. In fact, 62 percent of all Americans oppose needle exchange programs for drug addicts, and 88 percent are concerned that the programs cause a public health hazard as a result of poorly discarded needles.

Advocates of needle exchange programs say it will decrease the number of injection drug users who contract HIV and this has been proven to be untrue. According to a study from McGill and Montreal Universities, injection drug users who participated in a needle exchange program in Canada were two times more likely to become infected with HIV than those who did not.

Without passage of this amendment, the Secretary can authorize needle exchanges to be funded from taxpayer dollars. Under no circumstances should we allow Federal dollars to be spent on needle exchange programs, period.

Illegal drugs kill people, and I want to tell my colleagues, in my own home town of Plano, seven youths have died since the first of January this year, one of them in school, from drugs provided by clean needles.

We have got to stop the deadly use of illegal drugs, not encourage it. And Americans do not want, need, or deserve needle exchange programs funded by taxpayer dollars. Support this amendment.

Ms. PELOSI. Mr. Chairman, I yield myself 1 minute to respond to the gentleman about the attitudes of the American people.

The gentleman from Texas, my friend, knows that I hold him in high

regard, but I question the poll data that he might be citing.

Indeed, in March 1996, the Kaiser Foundation found that 66 percent of Americans favored, "having clinics make clean needles available to IV drug users to help stop the spread of AIDS." And this year, in April 1997, a recent poll by the Tarrance Group found 53 percent of respondents approved needle exchange to help prevent HIV transmission. And that is the response that the American people give when they are asked if they want to support needle exchange programs to stop the spread of HIV-AIDS, especially among IV drug users.

The Family Research Council poll that has been cited by some of our colleagues today presented a scenario, the Swiss experience, which is not what we are talking about here. We are talking about a needle exchange. We are not talking about making drugs available. I do not know anybody who supports that formulation that was presented in the poll.

The facts are clear by the poll. Needle exchange to prevent AIDS plan is supported by overwhelming numbers of the American people.

Mr. Chairman, I yield 1 minute to the gentlewoman from Michigan [Ms. RIVERS].

Ms. RIVERS. Mr. Chairman, I did not go to med school. I went to law school. As such, I do not speak the language of medicine. I speak the language of logic.

I have to tell my colleagues, the last few days have been a revelation here. Because if the way we reduce teen pregnancies is to deny access to contraceptives to teens who are already sexually active, and if the way that we reduce drug use and HIV infection is to deny needle exchange to people who are already addicted to intravenous drug use, then I have to believe that the way to stop fires already started is to deny homeowners access to fire trucks.

Mr. HASTERT. Mr. Chairman, I yield 2 minutes to the gentleman from Virginia [Mr. DAVIS].

Mr. DAVIS of Virginia. Mr. Chairman, I appreciate my colleague yielding me this time.

I think what we have is really competing public policy objectives, Members of goodwill on both sides trying to get at competing objectives.

On the one hand there is conflicting evidence, albeit some good evidence, and this amendment would take away the discretion of the Secretary to find that if, in fact, we can do more to prevent AIDS by needle exchange programs, that we would not be able to do so.

But stopping AIDS and stopping the threat of AIDS is only one policy objective. Even if this does that, and we have had a family member in my family who has died of AIDS, my wife did that bike ride from Raleigh to Washington to raise money for research for AIDS. I have been a strong supporter of AIDS research. It is very important; stopping the spread of AIDS is an im-

portant public policy objective. But we cannot look at that in a vacuum.

We also have other policy objectives as well. Why I am troubled by the needle exchange programs and Federal dollars going in to subsidize that is the fact that we are, in effect, sending conflicting messages to drug users. If you are an illegal drug user, the Federal Government will, in effect, subsidize that use. But if you are on diabetes, as the gentleman from Washington discussed a few minutes ago, if you are a veteran trying to get help, you end up buying your own needles. I think that is a bad message for the Federal Government to send. It is bad public policy in that sense.

It is for those reasons that trouble me that I am supporting the amendment in this case. The Federal Government should not be in the business of subsidizing illegal behavior. We have a rising drug epidemic in this country, and the message should be clear and concise, without any confusion at all, that we are going to do everything we can to stop the use of drugs, not to subsidize it.

The current policies, if this amendment does not pass, would in effect end up having the Federal Government subsidize that. I think the Members on the other side of this amendment have goodwill, but they are looking narrowly at one public policy objective, when I think we have a larger public policy objective here, and that is to stop illegal drug use in this country. I think this amendment goes to that objective. That is why I rise to support it.

Ms. PELOSI. Mr. Chairman, I yield 30 seconds to the gentlewoman from Texas [Ms. JACKSON-LEE].

[Ms. JACKSON-LEE of Texas asked and was given permission to revise and extend her remarks.]

Ms. JACKSON-LEE of Texas. Mr. Chairman, it is mostly political suicide to stand up and oppose this amendment, but it is the high moral ground to be able to recognize the devastation of AIDS and drug use.

This is not the Federal Government promoting drug use. It is allowing local jurisdictions to make determinations that in their community the sharing of needles that are clean most helps to stem the tide of illegal drug use and the devastation that comes about.

Let us take the high moral ground, not the politically safe position, and allow local jurisdictions to make the choices of using their funds to save their community and to prevent the degradation of drug use and the violence of drug use in our communities.

Mr. HASTERT. Mr. Chairman, I yield 1 minute to the gentleman from Mississippi [Mr. PICKERING].

Mr. PICKERING. Mr. Chairman, I rise in support of this amendment. I come with two personal questions. As the father of four and as a son with a mother and father could I ask them for money to buy needles to then inject drugs into another person's veins? Could any in this Chamber actually

stick a needle in another person's veins, and fill them with deadly drugs? That will give them a slow but sure death?

Congress must say no. It is immoral to do otherwise? We must stand together to give a clear signal that the problem is drug addiction. It is not AIDS.

For the best in public health, for the most compassionate response, I ask all to join in support of this amendment to prohibit taxpayer's money, from funding something that we believe is wrong.

At a time when drug abuse in this country is spiraling out of control and we hear daily of tragic tales where families have been devastated by drug abuse—I believe that this amendment sends the right kind of message.

The Federal Government is actively fighting a war on drugs, yet there has recently been a debate to federalize a program to provide syringes to drug addicts in hopes of lessening the spread of AIDS.

This is clearly an emotionally charged debate, but we cannot lose sight of what kind of message this sends to the children of this Nation.

I believe a federalized needle exchange program sends a mixed signal that will undermine the credibility of all our other anti-drug efforts. By implementing a needle exchange program we will be telling our children to "Just say no," unless you have a free needle!

Let me take a moment to remind my colleagues that heroin use is still illegal in this country. I find it morally repugnant to think that we would even contemplate making the United States Government a co-conspirator in illegal drug use—that is destroying lives across this Nation.

If we truly want to fight and win the war on drugs, we must stop coddling addicts. Drug users need treatment, not encouragement to keep injecting deadly drugs into their bodies—and those of their unborn children.

I agree with Roman Catholic Cardinal John O'Connor who has said that the needle exchange program "drags down the standards of all society. \* \* \* It is an act born of desperation."

Those who favor this program say that we may reduce the spread of AIDS and we may not increase drug use. But, the President's own former drug czar, Lee Brown, stated that his office could "find no compelling reason for the administration to depart from existing Federal policy regarding needle exchange"—which does not allow for a Federal needle exchange program.

The new majority in Congress has encouraged and fostered personal responsibility. If we truly want the American people to take responsibility for their own actions, we cannot in the same breath give them a formal sanction for their illegal activities.

If the true intention of supporters of this program is the reduction of AIDS by drug users, then they should join us in eliminating the use of illegal drugs, not subsidizing it.

We should help addicts rid drugs from their lives, not give them a cleaner, better way of shooting up. The problem is not AIDS or needles—it is drug addiction.

□ 1345

Mr. HASTERT. Mr. Chairman, I yield myself the balance of my time.

Mr. Chairman, we have had certainly a spirited debate and, I think, certainly a debate that tries to bring in logic and experience. Quite frankly, the experience shows that free needle exchanges does not stop drug use, it does not stop the spread of AIDS, and in fact the studies cited show that AIDS spread.

Now, in this country, we face a huge challenge, a challenge as debated on the other side by people like the Sorros movement, where millions of dollars in California and Arizona were put into advertising, to promote illegal drug use as a matter of fact, not to make it illegal but to make it legal.

The same Sorros who owns the pharmaceutical companies, who owns the banks in Colombia and has the conference in Colombia, these are the people who are promoting needle exchanges and drug use in this country.

It is time that this Congress said no, that free needle exchanges are for one thing and one thing only, and that is to give people the ability to inject illegal drugs into their system and to pass needles out to people who have the intent to spread illegal drugs to themselves and others.

My fellow colleagues, it is wrong to do that. It is wrong public policy to give needles out to kids, just as it would be wrong public policy to give clean guns out to kids. My colleagues, we need to band together, this Congress needs to stand up for what is right and against what is wrong. And if we want to look at what is right, we need to ban free needle programs and the ability of this Government to hand out free needles.

It is not the intent of this country, it is not the intent of this Congress, and it is not the intent of the American people; 45 States ban free needle exchanges today. We should say no. Vote "yes" for this amendment.

Ms. PELOSI. Mr. Chairman, I yield myself the balance of my time. Before I close, I want to commend my colleague, the gentleman from Illinois [Mr. HASTERT], and my colleagues on both sides of the aisle for the civility and the tone of this debate. I think it is an important one for us to have, and I always enjoy working with the gentleman from Illinois and want to thank him for his courtesy during this debate.

Having said that, I rise in very, very strong opposition to the gentleman's amendment. First, I would like to say what a privilege it is to defend the subcommittee's position, to defend the bill; and I would like to read to my colleagues what the bill says on this issue.

The bill says,

No funds appropriated under this act shall be used to carry out any program of distributing sterile needles for the hypodermic injection of any illegal drugs unless the Secretary of Health and Human Services determines that such programs are effective in preventing the spread of HIV and do not encourage the use of illegal drugs.

What this amendment will do will remove the discretion from the Secretary

of HHS and say that if the Secretary determines that such programs are effective in preventing the spread of HIV and do discourage the use of illegal drugs, that she does not have the discretion to have funds used on those needle exchange programs.

I just do not see how that makes sense from a humanitarian standpoint, from a scientific standpoint, or from a fiscal standpoint.

Starting at the fiscal end, if I did not think it would frighten my colleagues so much, I would have brought a hypodermic needle to the floor. The exchange of clean needles is very important in many ways including the fact that one hypodermic needle costs 10 cents.

The medical cost alone, lifetime medical cost alone of a person with HIV/AIDS is \$120,000, not counting loss of productive years, taxes that person would pay, and just the human concerns we would have about that person's health. So in the interest of balancing the budget and cutting costs, the prevention a 10-cent hypodermic needle, a clean one, seems to me very cost effective.

We are talking, I want to emphasize to my colleagues, about needle exchange, not needle giveaway. The needle exchange programs do not increase the number of hypodermic needles in circulation because it is an exchange. To get a needle, one must bring a needle in. What these exchange programs do is decrease the number of contaminated needles that are in circulation, and in that way help stop the spread of AIDS.

The needle exchange programs are helping our young people because, in some instances, it is the only way they are drawn into a system of care. That is why on the scientific level there is so much support for lifting this ban or for sticking with the language in our bill.

In February of this year the National Institutes of Health sponsored a consensus development conference on interventions to prevent HIV risk behaviors. The group recommended lifting the current restrictions on the use of Federal funds for needle exchange programs, and that means also supporting groups which use funds for needle exchange programs. Their key findings were a 30 percent, or greater, reduction in HIV and other disease transmission and a preponderance of evidence which shows no change or indeed even decreased drug use.

During the NIH overview hearings that our subcommittee held, Dr. Varmus, the director of the National Institutes of Health, testified that in his view the ban on the use of Federal funds should be lifted and that science supported the findings outlined in section 505 of the appropriations bill. His findings were supported by Dr. Leshner of the National Institute on Drug Abuse and Dr. Hyman of the National Institutes of Mental Health.

Support the scientists that Congress has asked to give us their opinions. Vote against the Hastert amendment.

Ms. CHRISTIAN-GREEN. Mr. Chairman, I rise today to strongly oppose the Wicker/Hastert amendment which would prohibit the use of Federal funds to implement or promote programs that remove AIDS-tainted needles from our streets. Passage of this amendment would mean that the Department of Health and Human Services would not be able to make determinations as to the scientific and public health merit of needle exchange programs and other blood-borne disease transmission and injection drug use.

Mr. Chairman, HIV transmission continues to rise at an alarming rate. From 1981 to today, the Centers for Disease Control and Prevention has received data on nearly 600,000 person with AIDS from State and local health departments. Giving the alarmingly high rate of HIV transmission resulting from intravenous drug use, it is critical that informed policies be established to help contain the spread of HIV.

Research to date, provides strong scientific evidence that needle exchange programs can significantly reduce the risk of HIV among injection drug users without adverse impact on communities. At least six different government panels, and most recently a National Institute of Health Consensus Development Panel, have reviewed needle exchange programs and concluded that these programs are an effective method to curb the spread of HIV and other blood borne diseases.

Numerous respected organizations, including the American Medical Association, the American Bar Association, the U.S. Conference of Mayors, the National Black Caucus of State Legislators, the National Alliance of State and Territorial AIDS Directors, the National Research Council and the Institute of Medicine have also, all concluded, that needle exchange programs are effective.

It is vital, Mr. Chairman, if we are to begin to address this epidemic, that we must preserve the discretion of the Secretary of Health and Human Services to look at this issue on the basis of public health concerns and not politically expedient ones. Legislative bodies, such as this one, have been said to be the greatest threat to public health because of our failure to respond to research findings.

We must stop being a threat to the health of our constituents and meet the challenges that are important to saving millions of lives. We must exercise courage on this critical public health issue and vote no on this amendment.

Mrs. KENNELLY of Connecticut. Mr. Chairman, I rise today in opposition to the amendment which would prohibit local communities from using Federal funds for needle exchange programs.

We all know that this is a difficult issue to debate. But, the fact is, is that AIDS is a huge problem in all of our communities, and that approximately one-third of reported AIDS cases are related to injection drug use. Communities across our country are finding ways to reduce the number of AIDS cases each year, including needle exchange programs. Needle exchange programs have been implemented in more than 100 communities around the country, including several in my own State of Connecticut, and there is a good deal of evidence that they are successfully reducing the number of new HIV infections.

In my own district in Connecticut, Hartford's needle exchange program actually takes in



more needles than it gives out. Almost 70,000 needles have been exchanged; almost 40 percent of the needles returned to the program prove to be infected with HIV antibodies. This program is removing hundreds of infected needles from circulation, yet costs only \$120,000 a year, the cost of treatment for two individuals with full-blown AIDS.

Because the HIV epidemic is different across our country, communities need to be able to develop their own HIV prevention plans. In Connecticut, the State-funded needle exchange programs are working to decrease the spread of HIV. At a time when this devastating disease is so rampant, I believe it is time we lend our support to our communities and States.

I urge my colleagues to oppose this amendment and show our support for local HIV-prevention programs.

Ms. HOOLEY of Oregon. Mr. Chairman, I rise in opposition to this amendment, but I would like to make several points very clear. This amendment is not about whether or not we should be providing free syringes to drug users. Like most of my colleagues, I would oppose any program that would promote any form of drug abuse, especially among intravenous users.

However, let's speak to the facts, Mr. Chairman. There is no Federal needle-exchange program in existence at this point. There have been programs implemented in more than 100 communities around the country, and many of those communities have seen a significant decrease of new HIV infections as a result. This amendment, however, would not directly address these programs. Rather, it would preclude the Secretary of Health and Human Services from doing her job to identify public health issues and promote programs to improve the health of the U.S. population. This, Mr. Chairman, is a solution in search of a problem.

If anyone here contends that we are no longer in a crisis situation concerning the spread of HIV in this Nation, then this Nation is in a state of denial.

Approximately one-third of reported AIDS cases are related to injection drug use, as are most new AIDS cases among the heterosexual population. So I disagree with the sponsor of this amendment, my distinguished colleague from Illinois, that this is a behavior that the public health community should ignore.

Current language in this bill already prohibits local communities from using Federal funds for needle exchange programs unless the Secretary determines that exchange programs are effective in preventing the spread of HIV and do not encourage the use of illegal drugs. This effective prohibition has been in effect since 1990.

I hope that my colleagues and the American public will see through this political gimmick and maintain current law. I urge a no vote on this amendment and thank the chairman for this time.

The CHAIRMAN pro tempore (Mr. LAHOOD). The question is on the amendment offered by the gentleman from Illinois [Mr. HASTERT].

The question was taken; and the Chairman pro tempore announced that the ayes appeared to have it.

Mr. HASTERT. Mr. Chairman, I demand a recorded vote.

The CHAIRMAN pro tempore. Pursuant to the order of the House of Thursday, July 31, 1997, further proceedings on the amendment offered by the gentleman from Illinois [Mr. HASTERT] will be postponed.

The Clerk will read.

The Clerk read as follows:

SEC. 506. (a) PURCHASE OF AMERICAN-MADE EQUIPMENT AND PRODUCTS.—It is the sense of the Congress that, to the greatest extent practicable, all equipment and products with funds made available in this Act should be American-made.

(b) NOTICE REQUIREMENTS.—In providing financial assistance to, or entering into any contract with, any entity using funds made available in this Act, the head of each Federal agency, to the greatest extent practicable, shall provide to such entity a notice describing the statement made in subsection (a) by the Congress.

(c) PROHIBITION OF CONTRACTS WITH PERSONS FALSELY LABELING PRODUCTS AS MADE IN AMERICA.—If it has been finally determined by a court or Federal agency that any person intentionally affixed a label bearing a "Made in America" inscription, or any inscription with the same meaning, to any product sold in or shipped to the United States that is not made in the United States, the person shall be ineligible to receive any contract or subcontract made with funds made available in this Act, pursuant to the debarment, suspension, and ineligibility procedures described in sections 9.400 through 9.409 of title 48, Code of Federal Regulations.

SEC. 507. When issuing statements, press releases, requests for proposals, bid solicitations and other documents describing projects or programs funded in whole or in part with Federal money, all grantees receiving Federal funds included in this Act, including but not limited to State and local governments and recipients of Federal research grants, shall clearly state (1) the percentage of the total costs of the program or project which will be financed with Federal money, (2) the dollar amount of Federal funds for the project or program, and (3) percentage and dollar amount of the total costs of the project or program that will be financed by nongovernmental sources.

SEC. 508. None of the funds appropriated under this Act shall be expended for any abortion except when it is made known to the Federal entity or official to which funds are appropriated under this Act that such procedure is necessary to save the life of the mother or that the pregnancy is the result of an act of rape or incest.

AMENDMENT OFFERED BY MR. HYDE

Mr. HYDE. Mr. Chairman, I offer an amendment.

The Clerk read as follows:

Amendment offered by Mr. HYDE:

Page 94, strike lines 16 through 21 and insert the following (and redesignate the succeeding sections accordingly):

SEC. 508(a) None of the funds appropriated under this Act shall be expended for any abortion.

(b) None of the funds appropriated under this Act shall be expended for health benefits coverage that includes coverage of abortion.

(c) The term "health benefits coverage" means the package of services covered by a managed care provider or organization pursuant to a contract or other arrangement.

SEC. 509(a) The limitations established in the preceding section shall not apply to an abortion—

(1) if the pregnancy is the result of an act of rape or incest; or

(2) in the case where a woman suffers from a physical disorder, physical injury, or phys-

ical illness, including a life-endangering physical condition caused by or arising from the pregnancy itself, that would, as certified by a physician, place the woman in danger of death unless an abortion is performed.

(b) Nothing in the preceding section shall be construed as prohibiting the expenditure by a State locality, entity, or private person of State, local, or private funds (other than a State's or locality's contribution of Medicaid matching funds) for abortion services or coverage of abortion by contract or other arrangement.

(c) Nothing in the preceding section shall be construed as restricting the ability of any managed care provider or organization from offering abortion coverage or the ability of a State or locality to contract separately with such a provider for such coverage with state funds (other than a State's contribution of Medicaid matching funds).

Mr. HYDE (during the reading). Mr. Chairman, I ask unanimous consent that the amendment be considered as read and printed in the RECORD.

The CHAIRMAN pro tempore. Is there objection to the request of the gentleman from Illinois?

There was no objection.

Mr. PORTER. Mr. Chairman, I ask unanimous consent that all debate on this amendment close in 10 minutes and that the time be equally divided between the gentleman from Illinois [Mr. HYDE] and the gentlewoman from New York [Mrs. LOWEY].

The CHAIRMAN pro tempore. Is there objection to the request of the gentleman from Illinois?

There was no objection.

The CHAIRMAN pro tempore. This amendment will be considered for 10 minutes; 5 minutes controlled by the gentleman from Illinois [Mr. HYDE] and 5 minutes controlled by the gentlewoman from New York [Mrs. LOWEY].

The Chair recognizes the gentleman from Illinois [Mr. HYDE].

Mr. HYDE. Mr. Chairman, I yield myself such time as I may consume.

Mr. Chairman, this is an updated version of the Hyde amendment which has been in the law since 1976. Essentially, the Hyde amendment denies the use of Federal funds to pay for Medicaid abortions except where the life of the mother would be endangered if the fetus were carried to term and except in cases of rape and incest.

We have found over the years that the Hyde amendment, which as I say has been the law since 1976 in one version or the other, needs to be updated because of the prevalence of health maintenance organizations.

Early on, about 9 percent of the Medicaid patients were served by health maintenance organizations and the general procedure was a fee-for-service procedure. The Hyde amendment withheld Federal funds for abortions, except, as I explained earlier, with the three exceptions.

Now we find about 40 percent of the Medicaid patients are being served by health maintenance organizations, and the concern has been expressed that under the vaguely worded plans of those HMOs, abortions could end up being paid for with Federal funds. So



we have clarified the intent and applied it to managed care situations so that no Federal funds can be expended for abortions, whether it is fee-for-service or under a managed care plan.

I want to make clear this does not broaden the Hyde amendment. It does not include anybody that has not previously been included. What it does is clarify its applicability to the managed care situation. An HMO can still perform and provide abortion services or, as they are euphemistically called, "reproductive services," if they are paid for by non-Medicaid funds, namely State funds or private funds.

We also have clarified the exception for the life of the mother by requiring a greater degree of specificity from the doctor certifying the life-threatening situation. And that simply is recognizing that some doctors conclude that merely being pregnant is life-threatening and, hence, negating the effect of the Hyde amendment.

So it is an updating of the Hyde amendment; it is not a broadening. It does not include anybody who was not included before.

I want to say before I yield my time that every word of this amendment has been negotiated strenuously with the gentleman from New York [Mrs. LOWEY] and her supporters, the gentleman from California [Ms. PELOSI] and the gentleman from Connecticut [Ms. DELAURO] and the gentleman from New York [Ms. SLAUGHTER] and others, and they in no manner can be said to support the amendment. They have opposed it over the years and they do so now.

But I would be remiss if I did not say that dealing with them on this highly emotional issue was a professional experience and one that I am pleased with because we retained civility while we disagreed strenuously, and that is an ideal situation.

Mr. OBEY. Mr. Chairman, will the gentleman yield?

Mr. HYDE. I yield to the gentleman from Wisconsin.

Mr. OBEY. Mr. Chairman, I certainly say I support the gentleman's amendment. As he knows, I was involved in those negotiations, and I think that they reached an extremely constructive result, and I appreciate the attitude of all of the parties involved.

This is a logical action to reflect changes as HMOs deliver more and more health services, and I appreciate the gentleman's constructive attitude on it.

Mr. HYDE. Mr. Chairman, reclaiming my time, I also wish to thank the gentleman from Illinois [Mr. PORTER] and the gentleman from Wisconsin [Mr. OBEY]. I omitted them in my praising of the women, but they were very professional and helpful on this very difficult issue.

Mr. PORTER. Mr. Chairman, will the gentleman yield?

Mr. HYDE. I yield to my colleague from Illinois.

Mr. PORTER. Mr. Chairman, as one who has been a long-long-time sup-

porter of the Hyde amendment, and as one who is most proud to have cast his first legislative vote ever in favor of the gentleman from Illinois as Speaker of the Illinois House, I was very pleased to work with the gentleman and with the gentlewoman from New York [Mrs. LOWEY] in attempting to find the common ground that is needed on this amendment. We did that.

I commend the gentleman for his unending strong leadership in this area and for what he deeply believes in, and am pleased to support the amendment.

□ 1400

Mrs. LOWEY. Mr. Chairman, I yield myself such time as I may consume.

Mr. Chairman, I want to begin by thanking the gentleman from Illinois for working with us to improve and clarify his amendment. Although I disagree strenuously with the gentleman from Illinois [Mr. HYDE] on the abortion issue, he certainly is a gentleman and a man of his word, and I am pleased that the gentleman has changed his amendment to satisfy our concerns that it would have prevented private insurance plans from offering abortion coverage. We no longer object to it on those grounds.

I also want to thank the gentleman from Wisconsin [Mr. OBEY], the gentleman from Illinois [Mr. PORTER], the gentleman from Louisiana [Mr. LIVINGSTON], the gentleman from California [Ms. PELOSI], the gentleman from Connecticut [Ms. DELAURO] and all the people who worked so hard to make this possible.

However, I continue to oppose the Hyde amendment for the same reason I have opposed it every year since being elected to Congress. The Hyde amendment, in my judgment, blatantly discriminates against poor women by preventing them from obtaining safe, legal abortions. I abhor the Hyde amendment, and I oppose its punitive restriction on low-income women. A woman's ability to obtain an abortion should not depend on her income. By creating a two-tiered health care system, the Hyde amendment prevents lower income women from obtaining vital reproductive health services. That is wrong. Federal health programs must cover the full range of reproductive health care services, including abortion.

The Hyde amendment also puts the health of American women at risk. Funding restrictions that deter or delay women from seeking abortions make it more likely that women will bear unwanted children, continue a potentially health-threatening pregnancy or have abortions later in pregnancy.

I am also outraged that the amendment's life exception effectively narrows the protection accorded to women by Roe versus Wade. The antichoice Republican leadership has been waging war on the reproductive rights of American women since taking over Congress in 1994. Poor women have been especially vulnerable to this assault.

In fact, in the last Congress I would like to remind my colleagues that the Republican leadership voted to limit abortion rights more than 50 separate times, a new record, and the assault does not stop with abortion. At the same time that the Republican leadership is reducing access to abortion, they are also attacking family planning programs that prevent unplanned pregnancies and reduce the number of abortions.

And so, if this is the Republican vision for women as we head into the 21st century, no access to family planning, no access to safe, legal abortion, no control over our own bodies, we have a different vision. We will continue to fight to ensure that women are able to obtain safe, legal abortions, and we will work to reduce the number of abortions by providing women with greater access to family planning and contraceptives. We will work to empower women to help them make responsible choices about their own bodies. The Republicans have chosen, unfortunately, to make our bodies their battleground. They will not succeed, and they cannot succeed.

Ms. PELOSI. Mr. Chairman, I rise in strong opposition to the Hyde amendment. While my colleague Mrs. LOWEY worked diligently with Mr. HYDE to clarify the scope of his amendment, it is still not language that we can accept. The Medicaid Program provides for the use of Federal and State funds for medical care for low-income individuals, including necessary health care related to pregnancy. As the Supreme Court decided in Roe versus Wade, abortion is a legal medical procedure. By forcing poor women to carry possibly health threatening pregnancies to term, the Hyde amendment is contrary to the goals of Medicaid itself, which is designed to protect the health of indigent women by enabling them to obtain needed medical services they are unable to afford.

I believe it is the hope of all in this body that we can increase biomedical research and contraceptive care in order to provide better health choices for women so the number of abortions performed each year will be reduced. But to deny poor women access to a legal medical procedure is to segregate by class or financial resources. To limit the right to choose only to those who can afford to choose is unacceptable. I urge my colleagues to oppose the Hyde amendment.

Mr. FAZIO of California. Mr. Chairman, I rise today in opposition to the Hyde amendment.

Every year since 1977, Congress has attached a version of the Hyde amendment to the Labor, Health and Human Services and Education appropriations bill. For 20 years now, many of my colleagues have supported the traditional Hyde amendment, which restricts the use of Federal Medicaid funds to pay for abortion services and has made exceptions only in cases of rape or incest or when the life of the mother is in danger.

I am glad that an expanded version of the Hyde amendment that was originally proposed is not being offered today. An expanded Hyde amendment would have prevented private managed care organizations from contracting with Medicaid if an organization provided coverage for reproductive health services to private patients. This version would have seriously infringed upon the rights of private health insurance companies and the rights of women to receive legal coverage of abortion.

But, once again, a form of the original Hyde amendment is before us today, and this version of the Hyde amendment still infringes upon the rights of women as it has for the past 20 years. The Hyde amendment discriminates against the rights of low-income women. By preventing Medicaid recipients from receiving coverage for abortion services, the Hyde amendment singles out women on Federal assistance, and in doing so, prevents these women from exercising a constitutionally protected right.

Congress rejected making the language of the Hyde amendment permanent in this year's budget bill. We must be as strong in our opposition to this language during the appropriations process as we were in the budget process. I would hope that this year, Congress will reconsider the prohibitive language of the Hyde amendment and finally reject adding this language to the Labor-HHS-Education appropriations bill.

I urge my colleagues to vote against the Hyde amendment and, for the first time in 20 years, protect the rights of all women.

#### SEQUENTIAL VOTES POSTPONED IN COMMITTEE OF THE WHOLE

The CHAIRMAN pro tempore (Mr. LAHOOD). Pursuant to order of the House of Thursday, July 31, 1997, the Chair announces that following any recorded vote on the pending amendment, he will reduce to a minimum of 5 minutes the period of time within which a vote by electronic device will be taken on the Hefley, Crane, and Hastert amendments on which the Chair has postponed further consideration.

#### PARLIAMENTARY INQUIRY

Mr. OBEY. Mr. Chairman, I have a parliamentary inquiry.

The CHAIRMAN pro tempore. The gentleman will state it.

Mr. OBEY. Mr. Chairman, I think that there was considerable inattention to the Chair's comments, and I think that there may be confusion in terms of which order we are going to be voting in.

The CHAIRMAN pro tempore. The first vote will be on the Hyde amendment, the second vote will be on the Hefley amendment, the third vote will be on the Crane amendment, and the fourth vote will be on the Hastert amendment. The last 3 votes will be 5-minute votes.

The question is on the amendment offered by the gentleman from Illinois [Mr. HYDE].

The question was taken; and the Chairman pro tempore announced that the ayes appeared to have it.

#### RECORDED VOTE

Mrs. LOWEY. Mr. Chairman, I demand a recorded vote.

A recorded vote was ordered.

The vote was taken by electronic device, and there were—ayes 270, noes 150, not voting 13, as follows:

[Roll No 388]

AYES—270

|              |               |               |
|--------------|---------------|---------------|
| Aderholt     | Franks (NJ)   | McIntyre      |
| Archer       | Galleghy      | McKeon        |
| Armey        | Ganske        | McNulty       |
| Bachus       | Gekas         | Metcalf       |
| Baessler     | Gephardt      | Mica          |
| Baker        | Gibbons       | Miller (FL)   |
| Ballenger    | Gilchrest     | Minge         |
| Barcia       | Gillmor       | Moakley       |
| Barr         | Goode         | Mollohan      |
| Barrett (NE) | Goodlatte     | Moran (KS)    |
| Bartlett     | Goodling      | Murtha        |
| Barton       | Gordon        | Myrick        |
| Bass         | Goss          | Neal          |
| Bateman      | Graham        | Nethercutt    |
| Bereuter     | Granger       | Neumann       |
| Berry        | Gutknecht     | Ney           |
| Bilbray      | Hall (TX)     | Northup       |
| Bilirakis    | Hamilton      | Norwood       |
| Bliley       | Hansen        | Nussle        |
| Blunt        | Hastert       | Oberstar      |
| Boehner      | Hastings (WA) | Obey          |
| Boniior      | Hayworth      | Ortiz         |
| Bono         | Hefley        | Oxley         |
| Brady        | Hefner        | Packard       |
| Bryant       | Herger        | Pappas        |
| Bunning      | Hill          | Parker        |
| Burr         | Hilleary      | Pascarell     |
| Burton       | Hobson        | Paul          |
| Buyer        | Hoekstra      | Paxon         |
| Callahan     | Holden        | Pease         |
| Calvert      | Hostettler    | Peterson (MN) |
| Camp         | Houghton      | Peterson (PA) |
| Canady       | Hulshof       | Petri         |
| Cannon       | Hunter        | Pickering     |
| Castle       | Hutchinson    | Pitts         |
| Chabot       | Hyde          | Pombo         |
| Chambliss    | Inglis        | Pomeroy       |
| Chenoweth    | Istook        | Porter        |
| Christensen  | Jenkins       | Portman       |
| Clement      | John          | Poshard       |
| Coble        | Johnson, Sam  | Pryce (OH)    |
| Coburn       | Jones         | Quinn         |
| Collins      | Kanjorski     | Radanovich    |
| Combest      | Kasich        | Rahall        |
| Cook         | Kildee        | Ramstad       |
| Cooksey      | Kim           | Redmond       |
| Costello     | King (NY)     | Regula        |
| Cox          | Kingston      | Riggs         |
| Cramer       | Klecza        | Riley         |
| Crane        | Klink         | Roemer        |
| Crapo        | Klug          | Rogan         |
| Cubin        | Knollenberg   | Rogers        |
| Cunningham   | Kolbe         | Rohrabacher   |
| Danner       | Kucinich      | Ros-Lehtinen  |
| Davis (VA)   | LaFalce       | Royce         |
| Deal         | LaHood        | Ryun          |
| DeLay        | Lampson       | Salmon        |
| Diaz-Balart  | Largent       | Sanford       |
| Dickey       | Latham        | Saxton        |
| Doolittle    | LaTourette    | Scarborough   |
| Doyle        | Lazio         | Schaefer, Dan |
| Dreier       | Leach         | Schaffer, Bob |
| Duncan       | Lewis (CA)    | Sensenbrenner |
| Dunn         | Lewis (KY)    | Sessions      |
| Edwards      | Linder        | Shadegg       |
| Ehlers       | Lipinski      | Shaw          |
| Ehrlich      | Livingston    | Shimkus       |
| Emerson      | LoBiondo      | Shuster       |
| English      | Lucas         | Skeen         |
| Ensign       | Manton        | Skelton       |
| Etheridge    | Manzullo      | Smith (MI)    |
| Everett      | Mascara       | Smith (NJ)    |
| Ewing        | McCollum      | Smith (OR)    |
| Fawell       | McCrery       | Smith (TX)    |
| Flake        | McDade        | Smith, Linda  |
| Foley        | McHale        | Snowbarger    |
| Forbes       | McHugh        | Snyder        |
| Fowler       | McInnis       | Souder        |
| Fox          | McIntosh      | Spence        |

|             |            |             |
|-------------|------------|-------------|
| Spratt      | Thomas     | Watts (OK)  |
| Stearns     | Thornberry | Weldon (FL) |
| Stenholm    | Thune      | Weldon (PA) |
| Stump       | Thurman    | Weller      |
| Stupak      | Tiahrt     | Weygand     |
| Sununu      | Trafigant  | White       |
| Talent      | Turner     | Whitfield   |
| Tanner      | Upton      | Wicker      |
| Tauzin      | Walsh      | Wolf        |
| Taylor (MS) | Wamp       | Young (AK)  |
| Taylor (NC) | Watkins    | Young (FL)  |

#### NOES—150

|              |                |               |
|--------------|----------------|---------------|
| Abercrombie  | Frelinghuysen  | Nadler        |
| Ackerman     | Frost          | Oliver        |
| Allen        | Furse          | Owens         |
| Andrews      | Gejdenson      | Pallone       |
| Baldacci     | Gilman         | Pastor        |
| Barrett (WI) | Greenwood      | Pelosi        |
| Becerra      | Gutierrez      | Pickett       |
| Bentsen      | Harman         | Price (NC)    |
| Berman       | Hinchey        | Rangel        |
| Bishop       | Hinojosa       | Reyes         |
| Blagojevich  | Hooley         | Rivers        |
| Blumenauer   | Horn           | Rodriguez     |
| Boehlert     | Hoyer          | Rothman       |
| Boswell      | Jackson (IL)   | Roukema       |
| Boucher      | Jackson-Lee    | Roybal-Allard |
| Boyd         | (TX)           | Rush          |
| Brown (CA)   | Jefferson      | Sabo          |
| Brown (FL)   | Johnson (CT)   | Sanchez       |
| Brown (OH)   | Johnson (WI)   | Sanders       |
| Campbell     | Johnson, E. B. | Sandlin       |
| Capps        | Kaptur         | Sawyer        |
| Cardin       | Kelly          | Schumer       |
| Carson       | Kennedy (MA)   | Scott         |
| Clay         | Kennedy (RI)   | Serrano       |
| Clayton      | Kennelly       | Shays         |
| Clyburn      | Kilpatrick     | Sherman       |
| Condit       | Kind (WI)      | Sisisky       |
| Conyers      | Lantos         | Skaggs        |
| Coyne        | Levin          | Slaughter     |
| Cummings     | Lewis (GA)     | Smith, Adam   |
| Davis (FL)   | Lofgren        | Stabenow      |
| Davis (IL)   | Lowey          | Stark         |
| DeFazio      | Luther         | Stokes        |
| DeGette      | Maloney (CT)   | Strickland    |
| DeLauro      | Maloney (NY)   | Tauscher      |
| Deutsch      | Markey         | Thompson      |
| Dicks        | Martinez       | Tierney       |
| Dingell      | Matsui         | Torres        |
| Dixon        | McCarthy (MO)  | Towns         |
| Doggett      | McCarthy (NY)  | Velazquez     |
| Dooley       | McDermott      | Vento         |
| Engel        | McGovern       | Visclosky     |
| Eshoo        | McKinney       | Waters        |
| Evans        | Meehan         | Watt (NC)     |
| Farr         | Meek           | Waxman        |
| Fattah       | Menendez       | Wexler        |
| Fazio        | Millender      | Wise          |
| Filner       | McDonald       | Woolsey       |
| Foglietta    | Miller (CA)    | Wynn          |
| Ford         | Mink           | Yates         |
| Frank (MA)   | Morella        |               |

#### NOT VOTING—13

|          |               |         |
|----------|---------------|---------|
| Bonilla  | Green         | Payne   |
| Borski   | Hall (OH)     | Schiff  |
| Delahunt | Hastings (FL) | Solomon |
| Dellums  | Hilliard      |         |
| Gonzalez | Moran (VA)    |         |

□ 1423

The Clerk announced the following pair: On this vote:

Mr. Bonilla for, with Mr. Dellums against.

Mr. SHAYS and Mrs. CLAYTON changed their vote from "aye" to "no."

Mr. GILCHREST and Mr. GIBBONS changed their vote from "no" to "aye."

So the amendment was agreed to.

The result of the vote was announced as above recorded.

#### PERSONAL EXPLANATION

Mr. HALL of Ohio. Mr. Chairman, I was inadvertently delayed for rollcall vote No. 388, the Hyde amendment. Had I been present, I would have voted "yes."

#### PERSONAL EXPLANATION

Mr. FRANKS of New Jersey. Mr. Chairman, on rollcall vote No. 388, the Hyde amendment of the Labor, Health and Human Services appropriations bill, I inadvertently and mistakenly

voted "aye." Please let the RECORD show that I intended to vote "no" on this amendment.

AMENDMENT NO. 25 OFFERED BY MR. HEFLEY

The CHAIRMAN pro tempore (Mr. LAHOOD). The pending business is the demand for a recorded vote on the amendment offered by the gentleman from Colorado [Mr. HEFLEY] on which further proceedings were postponed and on which the noes prevailed by voice vote.

The Clerk will redesignate the amendment.

The Clerk redesignated the amendment.

#### RECORDED VOTE

The CHAIRMAN pro tempore. A recorded vote has been demanded.

A recorded vote was ordered.

The CHAIRMAN pro tempore. This will be a 5-minute vote.

The vote was taken by electronic device, and there were—ayes 155, noes 265, not voting 13, as follows:

[Roll No. 389]

AYES—155

|              |               |               |
|--------------|---------------|---------------|
| Aderholt     | Goodlatte     | Paxon         |
| Archer       | Goodling      | Pease         |
| Armey        | Goss          | Peterson (PA) |
| Ballenger    | Graham        | Petri         |
| Barr         | Gutknecht     | Pickering     |
| Barrett (NE) | Hansen        | Pitts         |
| Bartlett     | Hastert       | Pombo         |
| Barton       | Hastings (WA) | Portman       |
| Bilirakis    | Hayworth      | Pryce (OH)    |
| Bliley       | Hefley        | Radanovich    |
| Blunt        | Herger        | Riggs         |
| Boehner      | Hill          | Riley         |
| Bono         | Hilleary      | Rogan         |
| Brady        | Hobson        | Rohrabacher   |
| Bryant       | Hoekstra      | Ros-Lehtinen  |
| Bunning      | Hostettler    | Royce         |
| Burton       | Hulshof       | Ryun          |
| Buyer        | Hunter        | Salmon        |
| Camp         | Hutchinson    | Sanford       |
| Campbell     | Hyde          | Scarborough   |
| Canady       | Inglis        | Schaefer, Dan |
| Cannon       | Istook        | Schaffer, Bob |
| Chabot       | Jenkins       | Sensenbrenner |
| Chambliss    | Johnson, Sam  | Sessions      |
| Chenoweth    | Jones         | Shadegg       |
| Christensen  | Kasich        | Shimkus       |
| Coble        | Kim           | Shuster       |
| Coburn       | Kingston      | Sisisky       |
| Collins      | Klug          | Smith (MI)    |
| Combest      | Largent       | Smith (NJ)    |
| Condit       | Lewis (KY)    | Smith (TX)    |
| Cox          | Linder        | Smith, Linda  |
| Crane        | Livingston    | Snowbarger    |
| Crapo        | LoBiondo      | Souder        |
| Cubin        | Manzullo      | Spence        |
| Cunningham   | McCollum      | Stearns       |
| Deal         | McCrery       | Stenholm      |
| DeLay        | McInnis       | Stump         |
| Diaz-Balart  | McIntosh      | Sununu        |
| Dickey       | McKeon        | Talent        |
| Doolittle    | Metcalf       | Thomas        |
| Dreier       | Mica          | Thornberry    |
| Duncan       | Miller (FL)   | Tiahrt        |
| Dunn         | Myrick        | Trafigant     |
| Ehrlich      | Nethercutt    | Wamp          |
| Emerson      | Neumann       | Watkins       |
| Ensign       | Norwood       | Watts (OK)    |
| Foley        | Nussle        | Weldon (FL)   |
| Fowler       | Oxley         | Weller        |
| Galleghy     | Pappas        | White         |
| Ganske       | Parker        | Wicker        |
| Gibbons      | Paul          |               |

NOES—265

|              |             |            |
|--------------|-------------|------------|
| Abercrombie  | Bass        | Bonior     |
| Ackerman     | Bentsen     | Boswell    |
| Allen        | Bereuter    | Boucher    |
| Andrews      | Berman      | Boyd       |
| Bachus       | Berry       | Brown (CA) |
| Baesler      | Bilbray     | Brown (FL) |
| Baker        | Bishop      | Brown (OH) |
| Baldacci     | Blagojevich | Burr       |
| Barcia       | Blumenauer  | Callahan   |
| Barrett (WI) | Boehlert    | Calvert    |

|               |                |               |
|---------------|----------------|---------------|
| Capps         | Jefferson      | Pelosi        |
| Cardin        | John           | Peterson (MN) |
| Carson        | Johnson (CT)   | Pickett       |
| Castle        | Johnson (WI)   | Pomeroy       |
| Clay          | Johnson, E. B. | Porter        |
| Clayton       | Kanjorski      | Poshard       |
| Clement       | Kaptur         | Price (NC)    |
| Clyburn       | Kelly          | Quinn         |
| Conyers       | Kennedy (MA)   | Rahall        |
| Cook          | Kennedy (RI)   | Ramstad       |
| Cooksey       | Kennelly       | Rangel        |
| Costello      | Kildee         | Redmond       |
| Coyne         | Kilpatrick     | Regula        |
| Cramer        | Kind (WI)      | Reyes         |
| Cummings      | King (NY)      | Rivers        |
| Danner        | Klecza         | Rodriguez     |
| Davis (FL)    | Klink          | Roemer        |
| Davis (IL)    | Knollenberg    | Rogers        |
| Davis (VA)    | Kolbe          | Rothman       |
| DeFazio       | Kucinich       | Roukema       |
| DeGette       | LaFalce        | Roybal-Allard |
| DeLauro       | LaHood         | Rush          |
| Deutsch       | Lampson        | Sabo          |
| Dicks         | Lantos         | Sanchez       |
| Dingell       | Latham         | Sanders       |
| Dixon         | LaTourette     | Sandlin       |
| Doggett       | Lazio          | Sawyer        |
| Dooley        | Leach          | Saxton        |
| Doyle         | Levin          | Schumer       |
| Edwards       | Lewis (CA)     | Scott         |
| Ehlers        | Lewis (GA)     | Serrano       |
| Engel         | Lipinski       | Shaw          |
| English       | Lofgren        | Shays         |
| Eshoo         | Lowey          | Sherman       |
| Etheridge     | Lucas          | Skaggs        |
| Evans         | Luther         | Skeen         |
| Everett       | Maloney (CT)   | Skelton       |
| Ewing         | Maloney (NY)   | Slaughter     |
| Farr          | Manton         | Smith (OR)    |
| Fattah        | Markey         | Smith, Adam   |
| Fawell        | Martinez       | Snyder        |
| Fazio         | Mascara        | Spratt        |
| Filner        | Matsui         | Stabenow      |
| Flake         | McCarthy (MO)  | Stark         |
| Foglietta     | McCarthy (NY)  | Stokes        |
| Forbes        | McDade         | Strickland    |
| Ford          | McDermott      | Stupak        |
| Fox           | McGovern       | Tanner        |
| Frank (MA)    | McHugh         | Tauscher      |
| Franks (NJ)   | McIntyre       | Tauzin        |
| Frelinghuysen | McKinney       | Taylor (MS)   |
| Frost         | McNulty        | Thompson      |
| Furse         | Meehan         | Thune         |
| Gedjenson     | Meek           | Thurman       |
| Gekas         | Menendez       | Tierney       |
| Gephardt      | Millender      | Torres        |
| Gilchrest     | McDonald       | Towns         |
| Gillmor       | Miller (CA)    | Turner        |
| Gilman        | Minge          | Upton         |
| Goode         | Mink           | Velazquez     |
| Gordon        | Moakley        | Vento         |
| Granger       | Mollohan       | Visclosky     |
| Green         | Moran (KS)     | Walsh         |
| Greenwood     | Moran (VA)     | Walters       |
| Gutierrez     | Morella        | Watt (NC)     |
| Hall (OH)     | Murtha         | Waxman        |
| Hall (TX)     | Nadler         | Weldon (PA)   |
| Hamilton      | Neal           | Wexler        |
| Harman        | Ney            | Weygand       |
| Hefner        | Northup        | Whitfield     |
| Hinchey       | Oberstar       | Wise          |
| Hinojosa      | Obey           | Wolf          |
| Holden        | Olver          | Woolsey       |
| Hoolley       | Ortiz          | Wynn          |
| Horn          | Owens          | Yates         |
| Houghton      | Packard        | Young (AK)    |
| Hoyer         | Pallone        | Young (FL)    |
| Jackson (IL)  | Pascrell       |               |
| Jackson-Lee   | Pastor         |               |

#### NOT VOTING—13

|          |               |             |
|----------|---------------|-------------|
| Bateman  | Dellums       | Schiff      |
| Becerra  | Gonzalez      | Solomon     |
| Bonilla  | Hastings (FL) | Taylor (NC) |
| Borski   | Hilliard      |             |
| Delahunt | Payne         |             |

□ 1431

Mrs. CUBIN and Mr. HILL changed their vote from "no" to "aye."

So the amendment was rejected.

The result of the vote was announced as above recorded.

#### PERSONAL EXPLANATION

Mr. BATEMAN. Mr. Chairman, on rollcall No. 389, I was detained and missed the vote. Had I been present, I would have voted "no."

AMENDMENT NO. 28 OFFERED BY MR. CRANE

The CHAIRMAN pro tempore (Mr. LAHOOD). The pending business is the demand for a recorded vote on the amendment offered by the gentleman from Illinois [Mr. CRANE] on which further proceedings were postponed and on which the noes prevailed by voice vote.

The Clerk will redesignate the amendment.

The Clerk redesignated the amendment.

#### RECORDED VOTE

The CHAIRMAN pro tempore. A recorded vote has been demanded.

A recorded vote was ordered.

The CHAIRMAN pro tempore. This is a 5-minute vote.

The vote was taken by electronic device, and there were—ayes 78, noes 345, not voting 10, as follows:

[Roll No. 390]

AYES—78

|              |               |               |
|--------------|---------------|---------------|
| Archer       | Ehrlich       | Paxon         |
| Armey        | Ensign        | Petri         |
| Barr         | Graham        | Pitts         |
| Barrett (NE) | Hastings (WA) | Pombo         |
| Bartlett     | Hayworth      | Radanovich    |
| Barton       | Herger        | Riley         |
| Boehner      | Hilleary      | Rohrabacher   |
| Bono         | Hostettler    | Royce         |
| Brady        | Hunter        | Ryun          |
| Bryant       | Inglis        | Salmon        |
| Burton       | Istook        | Sanford       |
| Campbell     | Johnson, Sam  | Scarborough   |
| Canady       | Jones         | Schaffer, Bob |
| Cannon       | Kasich        | Sensenbrenner |
| Chabot       | Kingston      | Sessions      |
| Chambliss    | Largent       | Shadegg       |
| Christensen  | Linder        | Shuster       |
| Coburn       | LoBiondo      | Snowbarger    |
| Collins      | Manzullo      | Solomon       |
| Combest      | McIntosh      | Stearns       |
| Cox          | Metcalf       | Stump         |
| Crane        | Miller (FL)   | Talent        |
| DeLay        | Myrick        | Thornberry    |
| Doolittle    | Neumann       | Tiahrt        |
| Dreier       | Norwood       | Wamp          |
| Dunn         | Paul          | Weldon (FL)   |

NOES—345

|              |            |             |
|--------------|------------|-------------|
| Abercrombie  | Bunning    | DeLauro     |
| Ackerman     | Burr       | Deutsch     |
| Aderholt     | Buyer      | Diaz-Balart |
| Allen        | Callahan   | Dickey      |
| Andrews      | Calvert    | Dicks       |
| Bachus       | Camp       | Dingell     |
| Baesler      | Capps      | Dixon       |
| Baker        | Cardin     | Doggett     |
| Baldacci     | Carson     | Dooley      |
| Ballenger    | Castle     | Doyle       |
| Barcia       | Chenoweth  | Duncan      |
| Barrett (WI) | Clay       | Edwards     |
| Bass         | Clayton    | Ehlers      |
| Bateman      | Clement    | Emerson     |
| Becerra      | Clyburn    | Engel       |
| Bentsen      | Coble      | English     |
| Bereuter     | Condit     | Eshoo       |
| Berman       | Conyers    | Etheridge   |
| Berry        | Cook       | Evans       |
| Bilbray      | Cooksey    | Everett     |
| Bilirakis    | Costello   | Ewing       |
| Bishop       | Coyne      | Farr        |
| Blagojevich  | Cramer     | Fattah      |
| Bliley       | Crapo      | Fawell      |
| Blumenauer   | Cubin      | Fazio       |
| Blunt        | Cummings   | Filner      |
| Boehlert     | Cunningham | Flake       |
| Bonior       | Danner     | Foglietta   |
| Boswell      | Davis (FL) | Foley       |
| Boucher      | Davis (IL) | Forbes      |
| Boyd         | Davis (VA) | Ford        |
| Brown (CA)   | Deal       | Fowler      |
| Brown (FL)   | DeFazio    | Fox         |
| Brown (OH)   | DeGette    | Frank (MA)  |

Franks (NJ) Lewis (KY) Roemer  
 Frelinghuysen Lipinski Rogan  
 Frost Livingston Rogers  
 Furse Lofgren Ros-Lehtinen  
 Gallegly Lowey Rothman  
 Ganske Lucas Roukema  
 Gejdenson Luther Roybal-Allard  
 Gekas Maloney (CT) Rush  
 Gephardt Maloney (NY) Sabo  
 Gibbons Manton Sanchez  
 Gilchrest Markey Sanders  
 Gillmor Martinez Sandlin  
 Gilman Mascara Sawyer  
 Goode Matsui Saxton  
 Goodlatte McCarthy (MO) Schaefer, Dan  
 Goodling McCarthy (NY) Schumer  
 Gordon McCollum Scott  
 Goss McCrery Serrano  
 Granger McDade Shaw  
 Green McDermott Shays  
 Greenwood McGovern Sherman  
 Gutierrez McHale Shimkus  
 Gutknecht McHugh Sisisky  
 Hall (OH) McClinnis Skaggs  
 Hall (TX) McIntyre Skeen  
 Hamilton McKeon Skelton  
 Hansen McKinney Slaughter  
 Harman McNulty Smith (MI)  
 Hastert Meehan Smith (NJ)  
 Hefley Menendez Smith (OR)  
 Hefner Mica Smith (TX)  
 Hill Millender Smith, Adam  
 Hilliard McDonald Smith, Linda  
 Hinchey Miller (CA) Snyder  
 Hinojosa Minge Souder  
 Hobson Mink Spence  
 Hoekstra Moakley Spratt  
 Holden Mollohan Stabenow  
 Hooley Moran (KS) Stark  
 Horn Moran (VA) Stenholm  
 Houghton Morella Stokes  
 Hoyer Murtha Strickland  
 Hulshof Nadler Stupak  
 Hutchinson Neal Sununu  
 Hyde Nethercutt Tanner  
 Jackson (IL) Ney Tauscher  
 Jackson-Lee Northup Tauzin  
 (TX) Nussle Taylor (MS)  
 Jefferson Oberstar Thomas  
 Jenkins Obey Thompson  
 John Oliver Thune  
 Johnson (CT) Ortiz Thurman  
 Johnson (WI) Owens Tierney  
 Johnson, E. B. Oxley Torres  
 Kanjorski Packard Towns  
 Kaptur Pallone Traficant  
 Kelly Pappas Turner  
 Kennedy (MA) Parker Upton  
 Kennedy (RI) Pascrell Velazquez  
 Knelly Pastor Vento  
 Kildee Pease Visclosky  
 Kilpatrick Pelosi Walsh  
 Klm Peterson (MN) Waters  
 Kind (WI) Peterson (PA) Watkins  
 King (NY) Pickering Watt (NC)  
 Kleczka Pickett Watts (OK)  
 Klink Waxman Waxman  
 Klug Porter Weldon (PA)  
 Knollenberg Portman Weller  
 Kolbe Poshard Wexler  
 Kucinich Price (NC) Weygand  
 LaFalce Pryce (OH) White  
 LaHood Quinn Whitfield  
 Lampson Rahall Wicker  
 Lantos Lantostad Wise  
 Latham Rangel Wolf  
 LaTourette Redmond Woolsey  
 Lazio Regula Wynn  
 Leach Reyes Yates  
 Levin Riggs Young (AK)  
 Lewis (CA) Rivers Young (FL)  
 Lewis (GA) Rodriguez

## NOT VOTING—10

Bonilla Gonzalez Schiff  
 Borski Hastings (FL) Taylor (NC)  
 Delahunt Meek  
 Dellums Payne

## □ 1440

So the amendment was rejected.

The result of the vote was announced as above recorded.

AMENDMENT OFFERED BY MR. HASTERT

The CHAIRMAN pro tempore. The pending business is the demand for a recorded vote on the amendment of-

ferred by the gentleman from Illinois [Mr. HASTERT] on which further proceedings were postponed and on which the ayes prevailed by voice vote.

The Clerk will designate the amendment.

The Clerk designated the amendment.

## RECORDED VOTE

The CHAIRMAN pro tempore. A recorded vote has been demanded.

A recorded vote was ordered.

The CHAIRMAN pro tempore. This is a 5-minute vote.

The vote was taken by electronic device, and there were—ayes 266, noes 158, not voting 9, as follows:

[Roll No. 391]

## AYES—266

Aderholt Everett Manzullo  
 Archer Ewing Mascara  
 Arney Fawell McCarthy (MO)  
 Bachus Forbes McCollum  
 Baesler Fowler McDade  
 Baker Fox McHugh  
 Ballenger Franks (NJ) McClinnis  
 Barcia Gallegly McIntosh  
 Barr Gekas McIntyre  
 Barrett (NE) Gibbons McKeon  
 Bartlett Gilchrest McNulty  
 Barton Gillmor Metcalf  
 Bass Gilman Mica  
 Bateman Goode Miller (FL)  
 Bentsen Goodlatte Minge  
 Bereuter Goodling Mollohan  
 Bilbray Gordon Moran (KS)  
 Bilirakis Goss Murtha  
 Bileley Graham Myrick  
 Blunt Granger Nethercutt  
 Boehlert Green Neumann  
 Boehner Gutknecht Ney  
 Bono Hall (OH) Northup  
 Boswell Hall (TX) Norwood  
 Boyd Hamilton Nussle  
 Brady Hansen Oberstar  
 Bryant Hastert Ortiz  
 Bunning Hastings (WA) Oxley  
 Burr Hayworth Packard  
 Burton Hefley Pappas  
 Buyer Hefner Parker  
 Callahan Herger Pascrell  
 Calvert Hill Paul  
 Camp Hilleary Paxton  
 Canady Hinojosa Pease  
 Cannon Hobson Peterson (MN)  
 Castle Hoekstra Peterson (PA)  
 Chabot Holden Petri  
 Chambliss Hostettler Pickering  
 Chenoweth Hulshof Pitts  
 Christensen Hunter Pombo  
 Clement Hutchinson Porter  
 Coble Hyde Portman  
 Coburn Inglis Poshard  
 Collins Istook Pryce (OH)  
 Combust Jenkins Quinn  
 Condit John Radanovich  
 Cook Johnson (WI) Ramstad  
 Costello Johnson, Sam Redmond  
 Cox Jones Regula  
 Cramer Kasich Reyes  
 Crane Kelly Riggs  
 Crapo Kildee Riley  
 Cubin Kim Rodriguez  
 Cunningham King (NY) Roemer  
 Danner Kingston Rogan  
 Davis (FL) Kleczka Rogers  
 Davis (VA) Klink Rohrabacher  
 Deal Klug Ros-Lehtinen  
 DeLay Knollenberg Roukema  
 Diaz-Balart LaFalce Royce  
 Dickey LaHood Ryun  
 Doolittle Largent Salmon  
 Doyle Latham Sandlin  
 Dreier LaTourette Sanford  
 Duncan Lazio Saxton  
 Dunn Lewis (CA) Scarborough  
 Edwards Lewis (KY) Schaefer, Dan  
 Ehlers Linder Schaffer, Bob  
 Ehrlich Lipinski Sensenbrenner  
 Emerson Livingston Sessions  
 English LoBiondo Shadegg  
 Ensign Lucas Shaw  
 Etheridge Luther Shimkus

Shuster  
 Sisisky  
 Skeen  
 Skelton  
 Smith (MI)  
 Smith (NJ)  
 Smith (OR)  
 Smith (TX)  
 Smith, Linda  
 Snowbarger  
 Solomon  
 Souder  
 Spence  
 Spratt  
 Stearns

Stenholm  
 Strickland  
 Stump  
 Stupak  
 Sununu  
 Talent  
 Tanner  
 Tauzin  
 Taylor (MS)  
 Thornberry  
 Thune  
 Tiahrt  
 Traficant  
 Turner  
 Upton

Visclosky  
 Walsh  
 Wamp  
 Watkins  
 Watts (OK)  
 Weldon (FL)  
 Weldon (PA)  
 Weller  
 White  
 Whitfield  
 Wicker  
 Wise  
 Wolf  
 Young (AK)

## NOES—158

Abercrombie Ganske Morella  
 Ackerman Gejdenson Nadler  
 Allen Gephardt Neal  
 Andrews Greenwood Obey  
 Baldacci Gutierrez Olver  
 Barrett (WI) Harman Owens  
 Becerra Hilliard Pallone  
 Berman Hinchey Pastor  
 Berry Hooley Pelosi  
 Bishop Horn Pickett  
 Blagojevich Houghton Pomeroy  
 Blumenauer Hoyer Price (NC)  
 Bonior Jackson (IL) Rahall  
 Boucher Jackson-Lee Rangel  
 Brown (CA) (TX) Rivers  
 Brown (FL) Jefferson Rothman  
 Brown (OH) Johnson (CT) Roybal-Allard  
 Campbell Johnson, E. B. Rush  
 Capps Kanjorski Sabo  
 Cardin Kaptur Sanchez  
 Carson Kennedy (MA) Sanders  
 Clay Kennedy (RI) Sawyer  
 Clayton Kennelly Schumer  
 Clyburn Kilpatrick Scott  
 Conyers Kind (WI) Serrano  
 Cooksey Kolbe Shays  
 Coyne Kucinich Sherman  
 Cummings Lampson Skaggs  
 Davis (IL) Lantos Slaughter  
 DeFazio Leach Smith, Adam  
 DeGette Levin Snyder  
 Delahunt Lewis (GA) Stabenow  
 DeLauro Lofgren Stark  
 Deutsch Lowey Stokes  
 Dicks Maloney (CT) Tauscher  
 Dingell Maloney (NY) Thomas  
 Dixon Manton Thompson  
 Doggett Markey Thurman  
 Dooley Martinez Tierney  
 Engel Matsui Torres  
 Eshoo McCarthy (NY) Towns  
 Evans McCrery Velazquez  
 Farr McDermott Vento  
 Fattah McGovern Waters  
 Fazio McHale Watt (NC)  
 Filner McKinney Waxman  
 Flake Meehan Wexler  
 Foglietta Menendez Weygand  
 Foley Millender Woolsey  
 Ford McDonald Wynn  
 Frank (MA) Miller (CA) Yates  
 Frelinghuysen Mink Young (FL)  
 Frost Moakley  
 Furse Moran (VA)

## NOT VOTING—9

Bonilla Gonzalez Payne  
 Borski Hastings (FL) Schiff  
 Dellums Meek Taylor (NC)

## □ 1449

The Clerk announced the following pair:

On this vote:

Mr. Bonilla for, with Mr. Dellums against.

## □ 1449

Mr. REYES and Mr. OBERSTAR changed their vote from “no” to “aye.” So the amendment was agreed to.

The result of the vote was announced as above recorded.

Mr. CASTLE. Mr. Chairman, I move to strike the last word.

Mr. Chairman, I rise for the purpose of engaging in a colloquy with the gentleman from Illinois [Mr. PORTER].

Mr. Chairman, the gentleman from Illinois is to be commended for his strong support for the Job Corps program. As the gentleman is well aware, Job Corps is our Nation's oldest, largest, and most comprehensive national residential and training program for unemployed, undereducated, and at-risk youth, and has provided almost 2 million disadvantaged youth with needed skills to become productive members of society. In the last program year, 75 percent of all Job Corps students were placed into employment or higher education when they left the program.

Mr. Chairman, this legislation provides over \$1.2 billion for Job Corps for fiscal year 1998. Through the leadership of the gentleman from Illinois, Job Corps received a \$93 million increase from this year's appropriation. In its report, the subcommittee designated \$2 million of this funding for the Department of Labor to use, and I quote, "For serving more at-risk youth through Job Corps, such as constructing satellite centers in proximity to existing high-performing Job Corps centers, particularly in States without Job Corps campuses."

Mr. Chairman, as the gentleman is aware, my home State of Delaware does not have a Job Corps center, despite substantial community support for such a facility and a demonstrated need for the services that it would provide to Delaware's economically disadvantaged youth. Delaware is only a short distance from the Philadelphia Job Corps Center, a center that is considered one of the best in the Nation.

Mr. Chairman, I ask the gentleman whether it was the subcommittee's intent, when including this language and these funds in its bill, for the Department of Labor to expend \$2 million in fiscal year 1998 for the potential purpose of establishing a satellite of the high-performing Philadelphia Job Corps Center in Delaware.

Mr. PORTER. Mr. Chairman, will the gentleman yield?

Mr. CASTLE. I yield to the gentleman from Illinois.

Mr. PORTER. Mr. Chairman, the gentleman is correct that it was our intent that the Department of Labor expend \$2 million in fiscal year 1998 to pursue expansion of Job Corps programs in States that do not currently have Job Corps presence, such as Delaware.

Mr. CASTLE. Mr. Chairman, reclaiming my time, I would further like to ask the gentleman whether it is the subcommittee's intent that the Department of Labor proceed expeditiously, this year, with site selections, facility rehabilitation, and leasing of suitable sites in areas that are allowable under guidelines spelled out in the committee report, and that through this approach fiscal year 1999 funds could be allocated for operational purposes.

Mr. PORTER. Mr. Chairman, if the gentleman would continue to yield, I would tell the gentleman from Delaware that it is the subcommittee's in-

tent that the Department of Labor expend the funding within this bill this year and move forward with the process of site selections, facility rehabilitation, and the leasing of suitable sites in areas that are allowable under the committee's guidelines. Through this approach, fiscal year 1999 funds could later be allocated for operational purposes.

Mr. CASTLE. Mr. Chairman, reclaiming my time, I thank the gentleman from Illinois for this clarification and for his support.

The CHAIRMAN pro tempore (Mr. LATOURETTE). The Clerk will read.

The Clerk read as follows:

SEC. 509. Notwithstanding any other provision of law—

(1) no amount may be transferred from an appropriation account for the Departments of Labor, Health and Human Services, and Education except as authorized in this or any subsequent appropriation Act, or in the Act establishing the program or activity for which funds are contained in this Act;

(2) no department, agency, or other entity, other than the one responsible for administering the program or activity for which an appropriation is made in this Act, may exercise authority for the timing of the obligation and expenditure of such appropriation, or for the purpose for which it is obligated and expended, except to the extent and in the manner otherwise provided in sections 1512 and 1513 of title 31, United States Code; and

(3) no funds provided under this Act shall be available for the salary (or any part thereof) of an employee who is reassigned on a temporary detail basis to another position in the employing agency or department or in any other agency or department, unless the detail is independently approved by the head of the employing department or agency.

SEC. 510. None of the funds made available in this Act may be used to enforce the requirements of section 428(b)(1)(U)(iii) of the Higher Education Act of 1965 with respect to any lender when it is made known to the Federal official having authority to obligate or expend such funds that the lender has a loan portfolio under part B of title IV of such Act that is equal to or less than \$5,000,000.

SEC. 511. (a) None of the funds made available in this Act may be used for—

(1) the creation of a human embryo or embryos for research purposes; or

(2) research in which a human embryo or embryos are destroyed, discarded, or knowingly subjected to risk of injury or death greater than that allowed for research on fetuses in utero under 45 CFR 46.208(a)(2) and section 498(b) of the Public Health Service Act (42 U.S.C. 289g(b)).

(b) For purposes of this section, the term "human embryo or embryos" include any organism, not protected as a human subject under 45 CFR 46 as of the date of the enactment of this Act, that is derived by fertilization, parthenogenesis, cloning, or any other means from one or more human gametes or human diploid cells.

SEC. 512. (a) LIMITATION ON USE OF FUNDS FOR PROMOTION OF LEGALIZATION OF CONTROLLED SUBSTANCES.—None of the funds made available in this Act may be used for any activity when it is made known to the Federal official having authority to obligate or expend such funds that the activity promotes the legalization of any drug or other substance included in schedule I of the schedules of controlled substances established by section 202 of the Controlled Substances Act (21 U.S.C. 812).

(b) EXCEPTIONS.—The limitation in subsection (a) shall not apply when it is made

known to the Federal official having authority to obligate or expend such funds that there is significant medical evidence of a therapeutic advantage to the use of such drug or other substance or that Federally-sponsored clinical trials are being conducted to determine therapeutic advantage.

SEC. 513. None of the funds made available in this Act may be obligated or expended to enter into or renew a contract with an entity when it is made known to the Federal official having authority to obligate or expend such funds that—

(1) such entity is otherwise a contractor with the United States and is subject to the requirement in section 4212(d) of title 38, United States Code, regarding submission of an annual report to the Secretary of Labor concerning employment of certain veterans; and

(2) such entity has not submitted a report as required by that section for the most recent year for which such requirement was applicable to such entity.

SEC. 514. (a) FEES FOR FEDERAL ADMINISTRATION OF STATE SUPPLEMENTARY SSI PAYMENTS.—

(1) OPTIONAL STATE SUPPLEMENTARY PAYMENTS.—

(A) IN GENERAL.—Section 1616(d)(2)(B) of the Social Security Act (42 U.S.C. 1382e(d)(2)(B)) is amended—

(i) by striking "and" at the end of clause (iii); and

(ii) by striking clause (iv) and inserting the following:

"(iv) for fiscal year 1997, \$5.00;

"(v) for fiscal year 1998, \$6.20;

"(vi) for fiscal year 1999, \$7.60;

"(vii) for fiscal year 2000, \$7.80;

"(viii) for fiscal year 2001, \$8.10;

"(ix) for fiscal year 2002, \$8.50; and

"(x) for fiscal year 2003 and each succeeding fiscal year—

"(I) the applicable rate in the preceding fiscal year, increased by the percentage, if any, by which the Consumer Price Index for the month of June of the calendar year of the increase exceeds the Consumer Price Index for the month of June of the calendar year preceding the calendar year of the increase, and rounded to the nearest whole cent; or

"(II) such different rate as the Commissioner determines is appropriate for the State."

(B) CONFORMING AMENDMENT.—Section 1616(d)(2)(C) of such Act (42 U.S.C. 1382e(d)(2)(C)) is amended by striking "(B)(iv)" and inserting "(B)(x)(II)".

(2) MANDATORY STATE SUPPLEMENTARY PAYMENTS.—

(A) IN GENERAL.—Section 212(b)(3)(B)(ii) of Public Law 93-66 (42 U.S.C. 1382 note) is amended—

(i) by striking "and" at the end of subclause (III); and

(ii) by striking subclause (IV) and inserting the following:

"(IV) for fiscal year 1997, \$5.00;

"(V) for fiscal year 1998, \$6.20;

"(VI) for fiscal year 1999, \$7.60;

"(VII) for fiscal year 2000, \$7.80;

"(VIII) for fiscal year 2001, \$8.10;

"(IX) for fiscal year 2002, \$8.50; and

"(X) for fiscal year 2003 and each succeeding fiscal year—

"(aa) the applicable rate in the preceding fiscal year, increased by the percentage, if any, by which the Consumer Price Index for the month of June of the calendar year of the increase exceeds the Consumer Price Index for the month of June of the calendar year preceding the calendar year of the increase, and rounded to the nearest whole cent; or

"(bb) such different rate as the Commissioner determines is appropriate for the State."

(B) CONFORMING AMENDMENT.—Section 212(b)(3)(B)(iii) of such Act (42 U.S.C. 1382 note) is amended by striking "(ii)(IV)" and inserting "(ii)(X)(bb)".

(b) USE OF NEW FEES TO DEFRAY THE SOCIAL SECURITY ADMINISTRATION'S ADMINISTRATIVE EXPENSES.—

(1) CREDIT TO SPECIAL FUND FOR FISCAL YEAR 1998 AND SUBSEQUENT YEARS.—

(A) OPTIONAL STATE SUPPLEMENTARY PAYMENT FEES.—Section 1616(d)(4) of the Social Security Act (42 U.S.C. 1382e(d)(4)) is amended to read as follows:

"(4)(A) The first \$5 of each administration fee assessed pursuant to paragraph (2), upon collection, shall be deposited in the general fund of the Treasury of the United States as miscellaneous receipts.

"(B) That portion of each administration fee in excess of \$5, and 100 percent of each additional services fee charged pursuant to paragraph (3), upon collection for fiscal year 1998 and each subsequent fiscal year, shall be credited to a special fund established in the Treasury of the United States for State supplementary payment fees. The amounts so credited, to the extent and in the amounts provided in advance in appropriations Acts, shall be available to defray expenses incurred in carrying out this title and related laws."

(B) MANDATORY STATE SUPPLEMENTARY PAYMENT FEES.—Section 212(b)(3)(D) of Public Law 93-66 (42 U.S.C. 1382 note) is amended to read as follows:

"(D)(i) The first \$5 of each administration fee assessed pursuant to subparagraph (B), upon collection, shall be deposited in the general fund of the Treasury of the United States as miscellaneous receipts.

"(ii) The portion of each administration fee in excess of \$5, and 100 percent of each additional services fee charged pursuant to subparagraph (C), upon collection for fiscal year 1998 and each subsequent fiscal year, shall be credited to a special fund established in the Treasury of the United States for State supplementary payment fees. The amounts so credited, to the extent and in the amounts provided in advance in appropriations Acts, shall be available to defray expenses incurred in carrying out this section and title XVI of the Social Security Act and related laws."

(2) LIMITATIONS ON AUTHORIZATION OF APPROPRIATIONS.—From amounts credited pursuant to section 1616(d)(4)(B) of the Social Security Act and section 212(b)(3)(D)(ii) of Public Law 93-66 to the special fund established in the Treasury of the United States for State supplementary payment fees, there is authorized to be appropriated an amount not to exceed \$35,000,000 for fiscal year 1998, and such sums as may be necessary for each fiscal year thereafter, for administrative expenses in carrying out the supplemental security income program under title XVI of the Social Security Act and related laws.

SEC. 515. Section 520(c)(2)(D) of the Departments of Labor, Health and Human Services, and Education, and Related Agencies Appropriations Act, 1997, is amended by striking "September 30, 1997" and inserting in lieu thereof "December 31, 1997".

AMENDMENT OFFERED BY MR. HOYER

Mr. HOYER. Mr. Chairman, I offer an amendment.

The Clerk read as follows:

Amendment offered by Mr. HOYER:

Page 102, after line 24, insert the following new section:

SEC. 516. The amounts otherwise provided by this Act are revised by reducing the amount made available for "DEPARTMENT

OF LABOR—Employment and Training Administration—State Unemployment Insurance and Employment Service Operations" from the Unemployment Trust Fund (and the amount specified under such heading for assisting States to convert their automated State employment security agency systems to be year 2000 compliant), and increasing the amount made available for "DEPARTMENT OF HEALTH AND HUMAN SERVICES—Centers for Disease Control and Prevention—Disease Control, Research, and Training" from general Federal funds, by \$7,000,000.

Mr. HOYER (during the reading). Mr. Chairman, I ask unanimous consent that the amendment be considered as read and printed in the RECORD.

The CHAIRMAN pro tempore. Is there objection to the request of the gentleman from Maryland?

There was no objection.

Mr. HOYER. Mr. Chairman, this is a critically important amendment that I offer on behalf of the gentleman from Maryland [Mr. GILCHREST], the gentleman from Delaware [Mr. CASTLE], myself, and all the Members, I believe, of the delegations of Delaware, Maryland, Virginia, North Carolina, South Carolina, Georgia, and Florida. This is obviously a Central to South Atlantic problem.

Mr. Chairman, our amendment seeks to address a growing environmental and health problem in the Chesapeake Bay watershed and throughout the Atlantic seaboard. Many of my colleagues may be familiar with the microscopic organism called Pfiesteria. While this organism has been in the environment for millions of years, current conditions in the waterways have triggered the cell to move into at least 24 different stages, some of which are toxic.

Mr. Chairman, in the past few years, several of these stages have become lethal to fish and cause adverse effects to humans who come in contact with it. While North Carolina has previously witnessed a fish kill on its shores in the billions, in late August Maryland experienced a prolonged fish kill on the lower Pocomoke River in the district of the gentleman from Maryland [Mr. GILCHREST].

Mr. Chairman, just yesterday I spoke with Maryland Governor Glendening, who informed me of yet another fish kill, which my colleagues read about today in the Washington Post.

□ 1500

This elusive microscopic organism has been blamed for killing over 30,000 fish in the Pocomoke River alone this summer, as well as causing adverse health effects, and this is a critical point, to humans, including skin lesions, respiratory problems, memory loss, and immune system depression.

All of the States from Delaware to Florida are concerned by this organism and its effects on human health, tourism, and the economy. In Maryland, it has already begun to take a tremendous toll on the seafood industry.

Our amendment, Mr. Chairman, will appropriate \$7 million to the Centers

for Disease Control to address the emerging issue of human health effects from exposure to Pfiesteria. Specifically they will develop and implement a multistate disease surveillance system that will identify and monitor health effects in people who have been exposed to waters likely to contain this organism.

The CDC, Mr. Chairman, is well-equipped to work with State health departments and university laboratories, and these funds will be used to develop a multistate response which will focus on waters in Maryland, Delaware, Virginia, North Carolina, South Carolina, Georgia, and Florida.

Mr. CALLAHAN. Mr. Chairman, will the gentleman yield?

Mr. HOYER. I yield to the gentleman from Alabama.

Mr. CALLAHAN. Mr. Chairman, if the gentleman from Maryland would explain to me, how do they know a fish has memory loss?

Mr. HOYER. The answer to that question is, Mr. CALLAHAN, I would not know because I forgot. I knew the answer once but I forgot it.

Mr. GILCHREST. Mr. Chairman, will the gentleman yield?

Mr. HOYER. I yield to the gentleman from Maryland.

Mr. GILCHREST. Mr. Chairman, I can give a response to that. The question is not whether fish have memory loss. The question is that it has been confirmed that humans that come in contact with this micro-organism not only have memory loss but have other severe neurological problems that can lay dormant and reoccur 6 years later.

Mr. HOYER. Mr. Chairman, reclaiming my time, I will tell the gentleman, I think the gentleman from Alabama knew that. I think he was just giving us a little fish story.

But that aside, this is obviously a very serious problem. This funding will not be the entire solution to the problem. The CDC, however, will play a major role in this effort, specifically in the public health arena.

Of course, as my friend, the gentleman from Maryland [Mr. GILCHREST], has just pointed out, the impact now is not just on fish, although billions, I repeat, billions with a "B," of fish have been killed in North Carolina and now hundreds of thousands in Maryland. This funding will be critical in determining the impact that has on human health, as the gentleman from Maryland so correctly pointed out.

Mr. Chairman, Pfiesteria is responsible for killing more than a billion fish. People and Newsweek magazine have called it the cell from hell. This is a critical moment in the fight against Pfiesteria. I urge my colleagues to support this amendment.

I also want to say to the chairman of our committee, the gentleman from Illinois [Mr. PORTER], I thank him and I thank the staff for working very closely with us as this became a crisis situation and evidently we had to move quickly.

I thank the gentleman from Wisconsin [Mr. OBEY], the ranking member, and his staff for working with us.

Mr. Chairman, I rise today with my colleagues from States throughout the mid-Atlantic region and Southeast, to offer a bipartisan amendment to H.R. 2264, the Labor, Health, and Education Appropriations Act. Our amendment seeks to address a growing environmental and health problem in the Chesapeake Bay watershed and throughout the Atlantic seaboard. Many of my colleagues may be familiar with a microscopic organism called *Pfiesteria*. While this organism has been in the environment for millions of years, current conditions in the waterways, especially high nutrients, have triggered the cell to morph into at least 24 different stages, some of which are toxic. In the past few years, several of these stages have become lethal to fish and caused adverse health effects to humans who come into contact with it.

While North Carolina has previously witnessed a fish kill on its shores in the billions, in late August Maryland experienced a prolonged fish kill on the lower Pocomoke River. And just yesterday, I spoke with Maryland Gov. Parris Glendening who informed me of yet another fish kill in a completely separate watershed on the lower-Eastern Shore.

This elusive microscopic organism has been blamed for killing over 30,000 fish in the river this summer, as well as causing adverse health effects to humans including skin lesions, respiratory problems, memory loss, and immune system depression.

Mr. Chairman, this is not a problem affecting only Maryland. In the Delaware inland bays there have been reports of numerous fish kills. And in addition to North Carolina, all of the States from Delaware south to Florida are concerned about *Pfiesteria* and its effects on human health, tourism, and the economy. In Maryland, it has already begun to take a tremendous toll on the seafood industry.

Our amendment will appropriate \$7 million to the Centers for Disease Control and Prevention to address the emerging issue of human health effects from exposure to *Pfiesteria*. The Disease Control, Research, and Training Operation of the CDC is in a unique position to lead the public health response to this threat and has the crucial epidemiologic and laboratory resources that are necessary to address this issue in a timely manner. Specifically, they will develop and implement a multi-State disease surveillance system that will identify and monitor health effects in people who have been exposed to waters likely to contain this organism. Moreover, they will initiate case-control studies when new incidents of exposure are identified. The CDC is well equipped to work with State health departments and university laboratories and these funds will be used to develop a multi-State response plan which will focus on waters in Maryland, Delaware, Virginia, North Carolina, South Carolina, Georgia, and Florida.

Mr. Chairman, this funding will not be the entire solution to this problem. The CDC will play a major role in this effort, specifically in the public health arena. However, I will continue to work with my colleagues in the seven identified States to develop a comprehensive plan to address this problem, which will involve several Federal and State agencies.

Mr. Chairman, *Pfiesteria* is responsible for killing more than a billion fish. People and

Newsweek magazines have called it the cell from hell. This is a critical moment in the fight against *Pfiesteria* and I urge my colleagues to support this amendment. We must address this problem now before it continues to spread across the rest of the Atlantic seaboard.

Mr. GILCHREST. Mr. Chairman, I rise in support of the amendment.

Mr. Chairman, I rise to encourage my colleagues to vote for this funding for the Centers for Disease Control for this rather extraordinary situation, not only on the East Coast of the United States but this is found under certain conditions in coastal waters which meet a certain criteria worldwide.

We are concerned with this not only in the coastal waters of the United States, but the Centers for Disease Control is looking into this particular issue along with other scientists worldwide.

As my colleague from Maryland has stated, over a billion fish, that is with a *B*, that is hard to imagine, but in the last 6 years over a billion fish on the East Coast, most of them in the tidal estuaries of North Carolina, have died as a result of this microorganism that comes to life, has 24 different life cycles, several of them toxic. To give Members some sense of this microorganism, it is a cross between a vegetable and an animal, depending on the life cycle.

Now, in human beings, first of all, I want to make sure that Members understand, we are not creating hysteria here, even though that sounds like *Pfiesteria*, this is not a situation where Members can become afraid of waters on the coastal areas of the United States. There are certain conditions which they need to stay away from, but for the most part, the Chesapeake Bay, the areas around North Carolina, from Delaware to Florida, are fine.

But we have seen a phenomenon here that scientists have told us they were not able to anticipate. As a result of that, this needs to be studied, not only for fish health but for the health of human beings who become exposed to these areas at a critical time.

What I would like to read just briefly to my colleagues are some of the human health conditions that can result as a result of exposure to these microorganisms called *Pfiesteria*.

You can have a drugged feeling effect. You can have uniform reddening of the eyes. You can have blotches and lesions on the skin. You can have severe headaches, blurred vision, nausea and vomiting, kidney and liver dysfunction, acute memory loss. When I say acute memory loss, you cannot add numbers between one plus two equals three.

There are certain conditions in North Carolina and around the world where these physical effects have gone away and then mysteriously returned years later. So we are dealing with a specific issue that we basically have the science to fix, and we want to make sure that we dot every *I* and cross every *T*.

The Centers for Disease Control needs \$12 million. We are going to appropriate \$7 million here, move forward with the research, find the solution to this problem and fix it. We have, as human beings, interrupted by our human activity, the mechanics of natural processes in the marine ecosystem. What that means is we need the best minds available to figure out how we can resolve this issue.

My colleagues, I want to thank the gentleman from Illinois [Mr. PORTER] for his help on this issue, the gentleman from Wisconsin [Mr. OBEY], the gentleman from Delaware [Mr. CASTLE], and especially my good friend, the gentleman from Maryland [Mr. HOYER] for having this amendment.

Mr. CASTLE. Mr. Chairman, I move to strike the last number of words.

We have heard two excellent presentations by my colleagues from the great State of Maryland with respect to the problems of *Pfiesteria*. Indeed, that is what we are reading about in the national news in the Pocomoke River, perhaps another river in the Maryland area. But Delaware is close by Maryland. As a matter of fact. We have a Delmar and a Marydel, DE. One never knows exactly what State they are in sometimes.

I guarantee the fish do not know what State they are in. We have had an outbreak of *Pfiesteria* in Delaware, sort of identified after the fact in 1987, when I was Governor of the State. We have had some concerns this year in Delaware. And several things have to be done.

It has been laid out, I think, by the two gentlemen who have spoken before. I will not take the time of this House to reestablish everything that will be done in this bill. But we do need, as has been indicated, a multistate surveillance system. We do need case control studies and we do need a biological test of human exposure.

Here is the basic problem. So far we have been dealing with this issue as States, been dealing with it through our departments of natural resources. That is true in all the States from Delaware down to Florida. There is an expert at North Carolina State University who has helped us a great deal. The bottom line is, there has not been a united, concerted effort to make a difference in fighting the problems of *Pfiesteria*. We have not necessarily identified what its effects are on human health. We have already heard this is a single cell organism that can manifest itself in a variety of ways, maybe up to 24, some of which are toxic. All of that is not absolute at this point. We do not know what causes this to go from a dormant form to one which is very virulent and which can attack fish and perhaps, in that way, human beings as well.

Is it the temperature of the water? Is it nutrients in the water from all manner of sources which might exist, from runoffs or point or nonpoint problems? We just simply do not know that. We



need to get the answers to that as well. We do not know what prevention mechanisms should be put into place in our various States and, quite frankly, the place to do this is right here at the Federal Government level where we can coordinate the efforts of all the States.

I should point out, it is probably not just a localized problem. It probably could exist in other parts of the country as well. In addition, the research that could be done at the CDC might also help with other waterborne-related diseases or problems dealing with our fish and then our human beings in this country.

So for that reason, I would hope that we could universally, all of us in this House of Representatives, come to the support of this very, very important piece of legislation.

I am delighted to work with the gentleman from Maryland [Mr. HOYER]; I am delighted to work with the gentleman from Maryland [Mr. GILCHREST], two true experts on the environment. I think it makes a great difference to those people who reside in our States but I think to all people in America.

Mr. PORTER. Mr. Chairman, I move to strike the requisite number of words, and I accept the Hoyer-Gilchrest-Castle amendment.

The CHAIRMAN pro tempore (Mr. LATOURETTE). The question is on the amendment offered by the gentleman from Maryland [Mr. HOYER].

The amendment was agreed to.

AMENDMENT NO. 37 OFFERED BY MRS. EMERSON

Mrs. EMERSON. Mr. Chairman, I offer an amendment.

The CHAIRMAN pro tempore. The Clerk will designate the amendment.

The text of the amendment is as follows:

Amendment No. 37 offered by Mrs. EMERSON:

Page 102, after line 24, insert the following new section:

SEC. 516. No funds made available under this Act may be used to implement any voluntary residency reduction plan under section 1886(h)(6) of the Social Security Act (42 U.S.C. 1395ww(h)(6)), as added by section 4626(a) of the Balanced Budget Act of 1997 (Public Law 105-33), unless the Secretary of Health and Human Services certifies to the Congress that the implementation of the plan will not result in a reduction of the number of residents in primary care who will be available to practice in underserved rural areas.

Mr. PORTER. Mr. Chairman, I reserve a point of order on the gentleman's amendment.

The CHAIRMAN pro tempore. The gentleman reserves a point of order.

Mrs. EMERSON. Mr. Chairman, I applauded the work of the gentleman from California [Mr. THOMAS] and the Subcommittee on Health to save Medicare from bankruptcy.

This was not an easy task and they are to be commended for developing a sound bipartisan bill for America's senior citizens. There were provisions in the bill I disagreed with, but they were

not sufficient to cause me to vote against the plan to save Medicare. However, had the resident reduction program been a stand-alone bill, I would have opposed the plan.

Quite frankly, I do not believe it is good policy to subsidize teaching institutions for not teaching doctors. Earlier this year, I formed a health care advisory team in my district and the most glaring problem we defined in rural southern Missouri is a shortage of primary care physicians. I can understand that there are some regions in this country where there may be a physician glut. However, in rural Missouri ours is not the problem of too many primary care physicians but too few.

Mr. Chairman, the amendment I have proposed today would simply seek a guarantee that the voluntary residency reduction plan will not lead to fewer primary care physicians who are available to practice in rural areas.

Mr. Chairman, it makes no sense to pay not to produce doctors. While I understand the merits of the point of order against my amendment, I would like to make it clear for the record that the intent of my amendment is to prevent the Government from paying to produce fewer doctors.

As the outreach coordinator for the Rural Health Care Coalition, I do know of the longstanding commitment of the gentleman from Illinois [Mr. PORTER] and the gentleman from California [Mr. THOMAS] to ensure that rural Americans are provided the best health care opportunities available.

We in the coalition are grateful for their continued support, and I look forward to working with them in the future to rectify the misguided practice of paying hospitals not to train doctors who are needed in rural America.

Mr. Chairman, I yield to the gentleman from Texas [Mr. STENHOLM].

Mr. STENHOLM. Mr. Chairman, I rise in support of this amendment because it would ensure that underserved areas, rural areas, such as the 17th District of Texas, will not be left with any fewer primary care physicians as a result of the new voluntary incentive program included in the balanced budget agreement, which would pay teaching hospitals to train fewer doctors.

The balanced budget agreement included a number of provisions which should help rural Americans obtain access to health care. I am grateful for these statutory changes and for the leadership shown by the gentleman from California [Mr. THOMAS] in ensuring the inclusion of these provisions.

I am concerned, however, that this medical education provision would set us back.

Our amendment, the amendment offered by the gentlewoman from Missouri, would require the Secretary of Health and Human Services to certify to Congress that any voluntary incentive program would not adversely affect underserved rural areas before any funds could be released. It would ensure that any reduction in residents

would not result in fewer primary care physicians available to practice in rural underserved areas.

I strongly urge this body to address this issue and correct this provision.

□ 1515

Mrs. EMERSON. Mr. Chairman, I yield to the gentleman from Kansas [Mr. MORAN].

Mr. MORAN of Kansas. Mr. Chairman, I appreciate the gentlewoman's yielding me this time.

This Medicare provision is a typical Government one-size-fits-all solution to a problem that we do not have in rural America. In Kansas, we have too few physicians, not too many. Rural communities have access to one-half the physicians of those who live in urban areas, and in fact, as our Nation as a whole has. Of the 66 counties in the First Congressional District of Kansas, two-thirds of those have been designated as medically underserved.

I work hard almost every week to try to assist communities and hospitals in obtaining foreign-trained physicians in order to try to satisfy these needs. Thirty-five foreign-trained physicians have been admitted and are practicing in the First District in Kansas under this J-1 visa program. We have another dozen applicants pending to fill a very desperate need.

What we should be doing instead of utilizing money not to train physicians, we should be paying hospitals and physicians to train physicians who will then fulfill these needs in rural and other underserved areas of the country. We should support physicians who are willing to serve in those communities, and we also should assist in keeping them there once they have been trained and are willing to serve the needs of rural and other underserved areas of the country.

Mr. Chairman, in rural Kansas, this is not a quality-of-life issue, this is a survival issue.

Mrs. EMERSON. Mr. Chairman, reclaiming my time, I include for the RECORD a letter of support for this amendment from the National Rural Health Association.

NATIONAL RURAL HEALTH ASSOCIATION,  
Washington, DC, September 8, 1997.

Hon. JO ANN EMERSON,  
House of Representatives, Cannon House Office  
Building, Washington, DC.

DEAR CONGRESSWOMAN EMERSON: I write to convey the National Rural Health Association's (NRHA) strong support for your proposed amendment to H.R. 2264, the Fiscal Year 1998 Labor-HHS-Education Appropriations bill. The amendment, which calls for the Secretary of HHS to certify to Congress that any plan the Department accepts from teaching institutions to voluntarily reduce the number of residents in its program will not lead to a reduction in the amount of primary care physicians who will be available to practice in underserved rural areas, is a vital step in ensuring rural Americans have access to primary care services.

Residency training programs have historically never been correlated with our country's work force needs, but instead, have grown up to meet the service needs of urban and suburban-based teaching hospitals. This

has led to a grossly disproportionate distribution of physicians and training of specialists. Before any type of residency reduction program is implemented nationally, the continuing shortage of primary care physicians in rural and frontier area must be addressed.

Thank you for introducing this amendment and for your leadership on this issue important to the future of health care delivery in rural America. If there is anything the NRHA or I can do to secure passage of this important amendment, please feel free to contact me.

Sincerely,

DARIN E. JOHNSON,  
Government Affairs Director.

Mr. Chairman, I ask unanimous consent to withdraw my amendment.

The CHAIRMAN pro tempore (Mr. LATOURETTE). Is there objection to the request of the gentlewoman from Missouri?

There was no objection.

AMENDMENT OFFERED BY MR. ROMERO-BARCELÓ

Mr. ROMERO-BARCELÓ. Mr. Chairman, I offer an amendment.

The Clerk read as follows:

Amendment offered by Mr. ROMERO-BARCELÓ:

Page 102, after line 24, insert the following new section:

SEC. 516. (a) ALLOTMENTS TO TERRITORIES UNDER THE STATE CHILDREN'S HEALTH INSURANCE PROGRAM.—Section 2104 of the Social Security Act (42 U.S.C. 1397dd), as inserted by section 4901(a) of the Balanced Budget Act of 1997 (Public Law 105-33), is amended—

(1) in subsection (b)—

(A) by amending the matter before paragraph (1) to read as follows:

“(b) Amount of Allotments.”;

(B) in paragraph (1), by striking “, reduced by the amount of allotments made under subsection (c) for the fiscal year.”;

(C) in paragraph (1), by striking “(other than a State described in such subsection)”, and

(D) by adding at the end the following new paragraph:

“(5) DATA FOR TERRITORIES.—If the data required under paragraph (2)(B) and (3)(B) are not available with respect to a State that is a territory, the Secretary determines to be appropriate.”;

(2) by striking subsection (c); and

(3) by redesignating subsections (d) through (f) as subsections (c) through (e), respectively.

(b) CONFORMING AMENDMENTS.—(1) Section 2104 of such Act (42 U.S.C. 1397dd) is further amended—

(A) in subsection (b)(1), by striking “subsection (d)” and inserting “subsection (c)”;.

(B) in subsection (b)(4), by striking “Subject to paragraph (5), in” and inserting “In”;

(C) in subsection (c)(1), as so redesignated, by striking “or (c)”;.

(D) in subsection (d), as so redesignated, by striking “subsection (f)” and inserting “subsection (e)”; and

(E) in subsection (e), as so redesignated, by striking “subsection (e)” and inserting “subsection (d)”.

(2) Section 2105(a) of such Act (42 U.S.C. 1397cc(a)) is amended by striking “2104(d)” and inserting “2104(c)”.

(3) Section 1905(u) of such Act (42 U.S.C. 1396d(u)), as added by section 4911(a)(2) of the Balanced Budget Act of 1997, is amended—

(A) in paragraph (1)(B), by striking “2104(d)” and inserting “2104(c)”; and

(B) in paragraph (2)(B), by striking “2104(d)(2)” and inserting “2104(c)(2)”.

(c) EFFECTIVE DATE.—The amendments made by this section shall apply to allot-

ments for fiscal years beginning with fiscal year 1998.

Mr. ROMERO-BARCELÓ (during the reading). Mr. Chairman, I ask unanimous consent that the amendment be considered as read and printed in the RECORD.

The CHAIRMAN pro tempore. Is there objection to the request of the gentleman from Puerto Rico?

There was no objection.

Mr. PORTER. Mr. Chairman, I reserve a point of order on the gentleman's amendment.

The CHAIRMAN. A point of order is reserved.

The Chair recognizes the gentleman from Puerto Rico [Mr. ROMERO-BARCELÓ].

Mr. ROMERO-BARCELÓ. Mr. Chairman, this amendment corrects the Children's Health Care Insurance Program, a part of the budget reconciliation agreement.

The President, upon signing this into law stated that this is a victory for every child in a poor household who needs health care. Unfortunately, there was no victory celebration by the children in Puerto Rico and the other territories. The State Children's Health Insurance Program extends to the children living in Puerto Rico an egregious U.S. national policy which views the lives and the health of U.S. citizens in the territories as far less valuable than the lives and health of those residing in the States.

Puerto Rico's participation in the Children's Health Insurance Program is less than one-seventh of what it would receive under the standards established for the States. There is one and only one reason for this treatment: The U.S. citizens residing in the territories have no voting representation in Washington and, therefore, have no viable means of defending themselves against such unjust treatment.

The budget reconciliation agreement provides Puerto Rico with participation in the children's health care program of approximately 0.23 percent in the program, 0.03 percent for Guam, the U.S. Virgin Islands, Samoa, and the Northern Mariana Islands. On average, this is less than \$11 million per year for a jurisdiction of nearly 3.8 million citizens. If the program's funds were distributed nationally on a pro rata basis, Puerto Rico's participation would average nearly \$60 million per year over the next 5 years; and if Puerto Rico participated under the same standards established for the States under the reconciliation agreement, its average annual participation might be even higher.

While we applaud all the efforts to protect others in the Nation, how can anyone justify the failure of Congress and the White House to similarly protect the children of U.S. citizens in the territories? It certainly would not have been a relative expense to the Federal budget. The cost of providing just treatment to the children living in the territories under the children's health

care initiative is negligible in comparison to the total appropriation for the children's health care.

The sole reason for the disparate treatment of children living in the territories is that all the other children in America have voting Members of Congress to represent them. The children in the territories have no such participation in the democratic process of our Nation, and where the whole process is being discussed, sometimes it is the staffers inside that make the decisions, and at the last minute the Congressmen and the Senators who are involved really in making the decisions do not know what they are doing and they end up by discriminating against a group of citizens. Who would dare take the blame and proudly say that they are responsible for discriminating in health care against children?

U.S. citizens; we are not talking about illegal residents, we are talking about U.S. citizens. We are talking about children. And this policy discriminates against the children in the territories.

For years we have complained about the poor treatment of the U.S. citizens in Puerto Rico and the U.S. Virgin Islands and Guam and Samoa that we receive under the Federal health care programs. We strongly urge all of our colleagues to vote the full resources in the Congress and the White House to correct this unfair discrimination toward the children in the islands. To do otherwise will leave a permanent stain on the creation of the children's health initiative which, as a program for the protection of our Nation's children, should represent the highest and most pure ideals of our society.

This Nation, which is an example of democracy throughout the world, we defend other people's rights, other people's participation in the democratic process, yet how can we as a nation espouse a policy which discriminates against U.S. citizens, particularly against children in their health care.

I hope that before the year ends, before we go into recess, this issue of discrimination can be addressed.

Mr. Chairman, I know that there is a point of order that has been raised, so I reluctantly ask unanimous consent to withdraw this amendment, but I plead with my colleagues and the Members of this House to make sure that before we go home this year that this discrimination is addressed and resolved.

The CHAIRMAN pro tempore. Is there objection to the request of the gentleman from Puerto Rico?

There was no objection.

AMENDMENT NO. 62 OFFERED BY MR. FATTAH.

Mr. FATTAH. Mr. Chairman, I offer an amendment.

The CHAIRMAN pro tempore. The Clerk will designate the amendment.

The text of the amendment is as follows:

Amendment No. 62 offered by Mr. FATTAH:

At the end of the bill, insert after the last section (preceding the short title) the following new section:

SEC. 516. None of the funds made available under this Act may be used by the Department of Education for a State or local educational agency in a State in which the coefficient of variation of per pupil expenditures in local educational agencies statewide for elementary and secondary education in such State is more than 10 percent.

Mr. PORTER. Mr. Chairman, I reserve a point of order on the gentleman's amendment.

The CHAIRMAN pro tempore. The point of order is reserved.

The Chair recognizes the gentleman from Pennsylvania [Mr. FATTAH].

Mr. FATTAH. Mr. Chairman, I want first to congratulate the chairman, the gentleman from Illinois [Mr. PORTER], and the ranking member, the gentleman from Wisconsin [Mr. OBEY], on the fine work they have done on this very important piece of legislation.

The amendment that I bring to the floor today is one in which we would require States to equalize their investment in public education within their State boundaries. We have seen sweeping the country now legislation and court orders in States really addressing this issue.

In my home State of Pennsylvania, we have school districts in our rural communities where we are spending \$3,500 a year per student, and we have other school districts where we are spending \$16,000 a year per student. In Ohio, the Ohio Supreme Court has just ruled on the financing system in that State in which they spend \$4,000 in the lower spending districts and \$12,000 in the higher spending districts. We have seen all across the land, from Kentucky to Wyoming to New Jersey, this issue being raised.

I wanted to raise it on the floor today because I think it is essential relative to our push for educational excellence in this country.

Now, we know that money is not everything, but I think it is safe to assert that money matters. And if we are going to spend twice and three and four times the amount on one child's education in one school district that we spend on another, and we are going to, as a Federal Government, put our stamp of approval on these State financing systems, then I think it is extraordinarily unfair for us to come up with standardized tests and act as if each of these children has been given an equal opportunity and an adequate investment in terms of pursuing their educational potential.

A point of order has been raised against this amendment, and I will withdraw it, but I do think that it is something that the Congress has sought to address in the past. In the Improving American School Act out of the 103d Congress, there was an effort to create an approach to support States who wanted to create a more equitable financing system. I think that we should search for ways in which we could try to create a more fairer playing field for all of these school districts that are within these various State boundaries.

The State court system does seem to be addressing this matter, but I would let my colleagues know that in all of these court cases it seems to take 10 or 15 years before these cases can move their way through the courts to some resolution. And in almost all cases, the courts have found these State financing systems unconstitutional.

I would hope that we here in the Congress could find some way, and I seek to do that through this amendment, to help encourage States to create a more level playing field for all children and families in their States in terms of public education.

Mr. OBEY. Mr. Chairman, I move to strike the last word.

Mr. Chairman, I would simply like to commend the gentleman from Pennsylvania for raising this issue, and I think it is a fundamental issue which States are ducking.

Children are mobile. A child educated in one school district will move into another school district and the taxpayers in the district to which he moves will experience the consequences of an underfunded education for that individual.

I would simply say that in my own State, despite the fact that it is better than most in this regard, I think my own State has a disgraceful difference in purchasing power for these school districts. I have a small school district, the Maple School District in my own congressional district, and they spend about \$5,000 per student; Maple Dale, which is a very wealthy school district in the same State, spends \$10,045 per student.

I do not know how any rational person can expect that we can really produce equal opportunity in this country with that kind of a huge disparity.

I, for instance, strongly favor educational testing, but I think that those who favor educational testing have an obligation to recognize that if they are going to test children, then they also have an obligation to take a position at the State and national level that will push States into doing something to correct this problem.

I commend the gentleman for raising it. I wish there were some way we could adopt, if not this identical proposal, at least something similar, because we do not have equal educational opportunity in this country as long as States continue to have some of these outrageous variations in support levels for providing children with basic education for the 21st century.

Mr. FATTAH. Mr. Chairman, I thank the gentleman for his comments, and I ask unanimous consent to withdraw the amendment in respect of the point of order of the gentleman from Illinois.

The CHAIRMAN pro tempore. Is there objection to the request of the gentleman from Pennsylvania?

There was no objection.

The CHAIRMAN pro tempore. The amendment is withdrawn.

AMENDMENT NO. 64 OFFERED BY MR. HOSTETTLER

Mr. HOSTETTLER. Mr. Chairman, I offer an amendment.

The CHAIRMAN. The Clerk will designate the amendment.

The text of the amendment is as follows:

Amendment No. 64 offered by Mr. HOSTETTLER:

At the end of title V (relating to general provisions), insert the following new sections:

SEC. . (a) None of the funds made available in this Act may be used to administer or enforce the restriction on the discretion of the National Labor Relations Board set forth in the proviso in section 14(c)(1) of the National Labor Relations Act (29 U.S.C. 164(c)(1)).

(b) The limitation established in subsection (a) shall not apply to any labor dispute involving an employer whose business activity in interstate commerce is greater than—

(1) the financial threshold amount in effect for the class or category of the employer under the rules and standards of the National Labor Relations Board pursuant to section 14(c) of the National Labor Relations Act (29 U.S.C. 164(c)); as adjusted by

(2) the percentage increase (since the threshold amount was established or last adjusted) in the Consumer Price Index for All Urban Consumers published by the Secretary of Labor, acting through the Bureau of Labor Statistics, pursuant to section 4 of the Act of March 4, 1913 (29 U.S.C. 2) and section 100(c)(1) of the Rehabilitation Act of 1973 (29 U.S.C. 720(c)(1)).

Mr. HOSTETTLER. Mr. Chairman, this amendment is simple, straightforward, and necessary for the NLRB, the National Labor Relations Board, to do its job.

The National Labor Relations Board currently has jurisdiction over many labor disputes that involve enterprises that impact interstate commerce. The board has traditionally addressed cases that substantially affect interstate commerce. In 1959, Congress endorsed this notion and enacted legislation known as the Labor-Management Reporting and Disclosure Act.

Congress essentially gave discretion to the NLRB to decline cases where its jurisdiction was not warranted.

□ 1530

However, this law did provide thresholds whereby the Board could not decline to assert its jurisdiction. These standards were based on raw dollar amounts and are based, for the most part, on the gross annual receipts of a business entity. Quite simply, the level at which the NLRB's jurisdiction over businesses kicks in is based on a business' economic activity and the thresholds vary depending upon the nature of the business.

The reason for my amendment is that most of these thresholds have not been modified since the law was enacted in 1959. Clearly, the legislative method for determining jurisdiction is outdated and therefore overly burdensome to many small businesses that should never have been affected. My amendment merely indexes these thresholds for inflation.

Let us take an example. In 1959, the gross annual receipts threshold established for nonretail businesses was \$50,000. As an aside, this \$50,000 means interstate business that substantially affected interstate commerce. While the Board today exercises jurisdiction over businesses that meet the \$50,000 threshold, had indexation for inflation occurred, the threshold for nonretail businesses would be at least \$261,859. To put it another way, a \$50,000 threshold level today would have been approximately \$9,550 in 1959. These thresholds for determining jurisdiction have never taken into account inflation. Furthermore, the jurisdiction levels fail to account for size of businesses.

According to John Runyan at the Labor Policy Association, in 1994, 20 percent of the NLRB's efforts were spent on bargaining units of 9 people or less and these efforts reached less than 2 percent of the total number of employees involved in representation elections. Clearly, this is unacceptable and my amendment is a simple and straightforward way to address these inequities and allow the NLRB to focus on the truly egregious cases. Leaders at the NLRB repeatedly state that the caseloads are too heavy and this amendment gives the NLRB greater discretion in taking on new cases.

But speaking of egregious cases, I do want to mention a few instances where the NLRB has been very aggressive and these low and unfair thresholds have contributed to the zeal of the Board in handling these cases.

For example, the NLRB exercised a case against an Episcopal church in New York City with a congregation of 600 and a primary school with enrollment of 365 children. Its gross annual revenues were approximately \$1 million and its direct inflow was just over \$50,000. The NLRB exercised jurisdiction based on the current thresholds established in 1959. I find it difficult to believe any of the business conducted by the church substantially impacted interstate commerce.

In another instance, the NLRB handled a case involving a day care center in Massachusetts that employed nine teachers, a janitor, a cook and a social worker because it had gross receipts over \$250,000. I would contend, as was contended in the dissenting opinion, that this day care service simply provides a local service and has minimal correlation to interstate industry.

Furthermore, I must mention the case where a small business purchased a machine valued at \$50,000 from out of State and the Board exercised jurisdiction over the business because of this one purchase alone. Increasing the threshold would help avoid such frivolous cases and enable the NLRB to pursue cases where real abuses and inequities are occurring.

I would like to make another point. Even though these mandatory thresholds are increased, the NLRB can still exercise its jurisdiction over any case it deems appropriate. The thresholds

only provide levels at which the NLRB's discretion ends and they are mandated to exercise their jurisdiction. In other words, the NLRB can choose to pursue a case at any level, above or below this jurisdiction level that is set out in this amendment. Furthermore, if there is a case that falls below the threshold level and the NLRB has declined the case, that case can be pursued in the State courts.

Clearly there is plenty of protection for employees at every level. However, a little relief for both the NLRB and small businesses means a more productive and effective NLRB. I would simply like to conclude by reminding everyone that a similar provision as this was included in last year's House passed a version of the Labor/HHS/Ed appropriations bill. I ask for consideration and acceptance of this amendment.

Mr. PORTER. Mr. Chairman, I move to strike the last word.

Mr. Chairman, I support the substance of this amendment. I think a change in the law would make great sense since it has not been adjusted for 40 years, I believe, maybe longer. But I frankly do not understand why the amendment would not be subject to a point of order when in the first place it is in a sense legislation on an appropriation bill but, more important, if this were adopted, it would only be law for 1 year. The gentleman from Indiana can correct me if I am wrong.

It seems to me that this is a clear example of why appropriators ought to stand back and allow the authorizing committee to take this matter up, to address it and to bring out a bill to make the correction where it is needed.

It is true, this language was put into our bill at the request of one of our Members, either last year or the year before. The provision really does not belong here. It belongs in the hands of the chairman of the authorizing committee. They have had ample time to undertake legislation in this area. All it does in our bill, very frankly, and again I sympathize with the substance of what the gentleman from Indiana is trying to do, is to make our bill that much more difficult to pass. We have worked very hard, as I have said earlier, to achieve a bipartisan consensus. We had a debate earlier on the level of funding for the NLRB which was quite contentious and the Members chose to stick with the level that the subcommittee had recommended to them. While this could be good legislation if the authorizing committee had taken it up and brought it out on the floor. Had they done that I would support it and vote for it. However, I must oppose it as an amendment to this bill which will simply upset the bipartisan nature of what we have worked to achieve. It will have little real effect since it could only remain in effect in my understanding, for 1 year as part of the appropriations process. I oppose the amendment.

Mr. HOSTETTLER. Mr. Chairman, will the gentleman yield?

Mr. PORTER. I yield to the gentleman from Indiana.

Mr. HOSTETTLER. I appreciate the gentleman's point and it is a very good point. The issue here is that as I do not sit on the authorizing committee and I know that similar legislation is not forthcoming at this point, the appropriation bill allows the only instrument at this time to allow such a change and the Parliamentarian of the House said that it would be made in order. It would be very good, I think, if it could be part of an authorizing bill, but given that this is the only possible vehicle this year to change it for 1 year, that is why I offered the amendment. I thank the gentleman for yielding.

Mr. PORTER. If the gentleman would allow me to reclaim my time, again I am not critical of the parliamentarians. They have obviously looked over the precedents of the House, but I would say this clearly modifies existing duties and powers of the agency. It imposes additional duties on them. It can only last for 1 year, and it seems to me under that circumstance it simply should not be permitted to be offered on this bill.

Again, I agree with the gentleman in substance, but I just think it is inappropriate to have it considered as part of our bill and I would oppose it.

Mr. OBEY. Mr. Chairman, I move to strike the requisite number of words, and I rise in opposition to the amendment.

Mr. Chairman, this amendment again is just another one in a long line of amendments over the past 3 years which has tried to savage the ability of the National Labor Relations Board to defend the interests of working people. Two years ago, the majority tried to cut the National Labor Relations Board by 30 percent. They passed this amendment in the House. That was one of the issues that led to the Government shutdown. Last year they tried to cut it by 15 percent. Yesterday they tried to cut it by 10 percent. Now they are trying to, by another means, eliminate the ability of the National Labor Relations Board to protect the legal rights of workers and corporations.

I would point out, first of all, that if this amendment passes, it will create a large amount of confusion because there will be many State laws which will cover more people than the Federal laws, and employers and employees alike will have to relearn all of those new relationships.

I would point out that the NLRB is charged with the responsibility to see to it that collective bargaining takes place in a fair manner, they are charged with the responsibility to prevent discrimination against workers based on their support or opposition to a union. They are charged with the responsibility to see to it that workers who are fired for trying to organize a union can get back to work with back pay, because firing those workers is an illegal act, which nonetheless occurs frequently in this country.

They are also charged with the responsibility of enforcing the rules against union violence and coercion on the picket lines, and they are charged with the responsibility to settle worker jurisdiction disputes between two competing unions. I have seen that problem often in my own district where an employer gets whipsawed between two competing unions.

I would point out, also, that it is not the responsibility of the Committee on Appropriations to make the determination about what level ought to be in the law with respect to the jurisdiction of the NLRB. We are a budget committee. We are supposed to decide what each program merits and what we can afford to spend. It is the responsibility of the authorizing committee to bring to the floor any recommendations to change these thresholds. Virtually every fight that we have had on Labor Department issues comes on an appropriation bill because, in my judgment, the Committee on Education and the Workforce for a good many years has not done the work it is supposed to do in a lot of these areas, and I for one have had a belly full of members on the authorizing committee bringing their disputes to this floor when they cannot work them out in their own committee. That has been the case under Democratic Congresses, it is the case now under a Republican Congress, and I am much bemused by the fact that you will often have authorizing committee members cry all over this floor about actions that the Committee on Appropriations takes to impinge upon their jurisdiction and yet 10 minutes later will be asking us to put a provision in an appropriation bill which takes care of an authorizing problem that they just cannot seem to get to.

And so it seems to me if you have got an argument, settle it where it ought to be settled, in the committee that under the rules of the House is given the responsibility and given the staff and has developed the expertise to deal with these issues. Do not bring them to this floor under general limitation amendments.

Let me point out, for instance, that you are talking about raising the threshold to cover multimillion dollar businesses. In some industries, that may be justifiable, in some it may not. But with all due respect, our subcommittee does not have the expertise to make these judgments.

The CHAIRMAN pro tempore (Mr. LATOURETTE). The time of the gentleman from Wisconsin [Mr. OBEY] has expired.

(By unanimous consent, Mr. OBEY was allowed to proceed for 2 additional minutes.)

Mr. OBEY. This floor, with all due respect, does not have the information to make those judgments. Committees are supposed to serve the House by doing their own work in their own jurisdiction by developing specific areas of expertise and then bringing that expertise to the floor. If you have got the

expertise, demonstrate it by getting your own committee to buy your idea. Do not plague appropriation bills with this mini-filibuster because you cannot get your problem solved in another committee.

Mr. HOSTETTLER. Mr. Chairman, will the gentleman yield?

Mr. OBEY. I yield to the gentleman from Indiana.

□ 1545

Mr. HOSTETTLER. Mr. Chairman, it is not my intention to squelch the gentleman's bemusement, but I do not serve on the education authorizing committee.

Mr. OBEY. That is not my fault. Get your leadership to put you there.

Mr. HOSTETTLER. No, I want to serve on the National Security and Agriculture Committees.

Mr. OBEY. Then it is your fault, because you are not on the committee that is supposed to deal with this problem. If you have got a problem on this, take it to the right committee. Do not take it here.

Mr. HOSTETTLER. If the gentleman will yield, the Parliamentarian said that this is the proper forum in which to offer this.

Mr. OBEY. The Parliamentarian did not. The Parliamentarian said that it was germane. That does not mean it is smart to offer it to this bill. It ought to be offered to the committee that is supposed to handle this.

I have had my staff check it out. We have over 500 authorization laws that some Member of this Congress is demanding to be changed, and you are all coming to the floor asking the Appropriations Committee to solve your problem.

Do your own work. If you are so interested in this issue, change committees and get it done where it is supposed to get done.

Mr. PORTER. Mr. Chairman, I ask unanimous consent that all debate on this amendment and all amendments thereto close in 30 minutes, and the time be equally divided between the gentleman from Indiana [Mr. HOSTETTLER] and the gentleman from Wisconsin [Mr. OBEY].

The CHAIRMAN pro tempore (Mr. LATOURETTE). Is there objection to the request of the gentleman from Illinois?

There was no objection.

Mr. HOSTETTLER. Mr. Chairman, I yield 3 minutes to the distinguished gentleman from Oklahoma [Mr. COBURN].

Mr. COBURN. Mr. Chairman, I find the just previous comments rather strange. We have just supported title X, which is totally unauthorized, on the floor of this House, without any objection from Mr. OBEY whatsoever that the authorizing committee did not do his work.

There was no problem with him supporting that language. And to use an argument against a Member of this body, who has the right and privilege to offer any amendment under this bill,

under the rules of this bill, is wrong, and it should not be allowed.

The other thing that Mr. OBEY brings up is that if you do this, business is going to have to learn something new. Well, I would put forward to Mr. OBEY that HCFA changes the rules on Medicare every year, and every hospital in this country, every doctor's office, every health care agency that does anything, has to totally relearn the rules that HCFA puts out. It is a lame excuse that should not be used.

The fact is, there has not been a growth to allow for inflation in the coverage of the NLRB. The NLRB does some very important things. But to waste their time in areas which is not well used and not wisely spent, I think is inappropriate.

I will say again, and I will look forward to next year, Mr. OBEY, when we bring these amendments to the floor, that you will support what you just said about nonauthorized programs should not be debated, should not be left up to the expertise of your subcommittee, where you voted for those unauthorized programs, but yet come to the floor and admit you do not have the expertise to do it.

It is on both sides of the issue. \* \* \*

Mr. Chairman, I yield back.

Mr. OBEY. Mr. Chairman, I demand the gentleman's words be taken down.

The CHAIRMAN pro tempore. The gentleman from Oklahoma [Mr. COBURN] will take a seat. The Clerk will report the words.

Mr. OBEY. Mr. Chairman, Members are not under the rules supposed to engage in personal attacks on other Members. The gentleman did that. I demand the words be taken down.

The CHAIRMAN pro tempore. The gentleman will suspend while the Clerk reports the words.

□ 1550

Mr. COBURN. Mr. Chairman, I wish to withdraw my words as to speaking out of both sides of one's mouth, and offer apology to the gentleman from Wisconsin [Mr. OBEY] for that statement.

The CHAIRMAN. Without objection, the words are withdrawn.

There was no objection.

PARLIAMENTARY INQUIRY

Mr. COBURN. Mr. Chairman, I also would want to make a parliamentary inquiry as to the number of unauthorized pieces of legislation that have been voted on in this bill associated with this, to prove the point.

The CHAIRMAN. The Chair cannot respond to that parliamentary inquiry at this point other than to suggest that the gentleman refer to the committee report.

Mr. COBURN. I thank the Chair.

The CHAIRMAN. Does the gentleman from Wisconsin [Mr. OBEY] seek to yield time?

Mr. OBEY. Yes, I do, Mr. Chairman. I appreciate the gentleman's apology.

Mr. Chairman, I yield 4 minutes to the gentlewoman from Hawaii [Mrs.

MINK], a member of the committee of jurisdiction on this matter, the committee which should handle this issue.

Mrs. MINK of Hawaii. Mr. Chairman, I thank the gentleman for yielding time to me.

Mr. Chairman, I believe there might be some merit to look at the jurisdiction, exercise of jurisdiction by the NLRB. But certainly, to bring this matter before the floor, to ask for a vote, is simply not the way to go. The matter should be brought to the committee.

The Member of the majority certainly has access to the leadership on the majority side of the Committee on Education and the Workforce, and will be able to work out a matter such as this and allow the committees to deliberate on it, call hearings, have an analysis, to bring this matter to the floor without our ability to understand even what the impacts of this limitation would be?

And the most egregious part of this amendment is, as we know, an appropriation bill has only the effect of 1 year. That means that this limitation would be in effect only for 1 year, the life of the appropriation bill. So the people who are affected by it are not going to know whether, when the charges are brought, they fall within the old jurisdiction or the new jurisdiction.

Mr. Chairman, it seems to me that the employers will have a greater havoc in terms of the stability of their own operations, to know whether a matter can legitimately come under the Board or cannot come under the Board. It will be a huge mess to try to untangle this whole issue of jurisdiction, which is a very, very troublesome matter.

Second, it would seem to me that the employers out there listening to this debate ought to be enraged at the idea that this instability in jurisdiction would be foisted by the adoption of this amendment. What is going to happen is, when jurisdictional issues are raised as to whether the Board can look into an employer's complaint, there is going to have to be an overhaul, again, of much of the confidential material that will be necessary for the Board to have in order to make these jurisdictional decisions, because they go to the operations of the business: How much money, what the gross intake was, what the expenditures were, in order to make a determination as to whether the new jurisdictions would allow the Board to have jurisdiction or not have jurisdiction.

I think it would be an extremely chaotic situation to have an appropriation bill decide this very difficult matter of jurisdiction of the Board. These matters ought to be left to the authorizing committee, my Committee on Education and the Workforce, and I am sure that this distinguished Member who has offered this amendment would have the access and ability to work with the Republican members of my

committee and determine whether a bill can be fashioned which can be brought to the consideration of our committee.

The idea of having this matter then go to the States for determination is a second point of uncertainty. There would be no uniform operations of the application of this law in order to determine what is proper activity on the part of the working person, upon the unions, as also against the correct operations of the employer.

Because if a business is exempted under this exemption provision which has been offered and is no longer under the jurisdiction of the Board, what happens is, it has to then fall under the jurisdiction of the State or local communities, and we will then have no uniform labor policy with reference to labor activity and worker protections.

It seems to me that whatever the merits are of looking at the jurisdictional issues, it ought to be left to the committees. I urge my colleagues to vote down this amendment.

Mr. HOSTETTLER. Mr. Chairman, I yield 5 minutes to the gentleman from Oklahoma [Mr. ISTOOK].

Mr. ISTOOK. Mr. Chairman, I rise in support of the amendment of the gentleman from Indiana [Mr. HOSTETTLER]. I think it is interesting to hear some people being concerned suddenly with redtape or procedure, rather than the merits of this, because I thought we were here about a particular government agency, and it is certainly not alone in this, but a particular government agency that had its dollar threshold of jurisdiction, in other words, the level at which it could start getting involved in a business, set in 1959, and it has not been adjusted for inflation since then.

We are told that there are no things certain in this world except for two, that the only two certain things are death and taxes. Well, they are wrong, Mr. Chairman. There is a third thing. The third thing that is perpetual and eternal is a government program. Once it is in place, it perpetuates its existence.

The National Labor Relations Board, when it had the jurisdictional threshold set in 1959, there was a reason for it, so you could know what kinds of disputes were a Federal case that needed to involve a Federal agency in Washington, DC, and what other matters still covered by Federal law really should be handled on the local level, and they could be handled in the State courts, where it is more convenient for everybody concerned, without hiring the specialists, without having the huge expense of going back and forth to Washington or going to a regional office of the NLRB. So the jurisdiction, when the NLRB could get involved, was set at a particular level.

For example, for a nonretail business, if they had \$50,000 a year of gross volume, then in 1959 dollars, they said, that is a big enough business that the NLRB ought to be involved in that.

Today that equivalent amount would require that you have a business doing business with something closer to, I believe, around \$300,000.

Mr. Chairman, it makes no sense not to adjust for inflation. We hear people say, oh, we have to adjust Federal spending for inflation. After all, costs go up. Taxpayers are rightfully concerned about bracket creep, which Congress, after many years, finally adjusted so taxpayers would not automatically be pushed into another bracket.

Last year, the NLRB spent 20 percent of its resources, 20 percent of its huge Federal budget, working on cases involving employers with fewer than nine people working for them. I submit, Mr. Chairman, that is a waste.

The gentleman from Indiana [Mr. HOSTETTLER] has an excellent amendment to fix that.

In fact, it is such a nice amendment that last year the same thing was in this very bill when it passed out of committee, when it came to the House floor, and it was the position of the House of Representatives that we ought to make this change for adjustment. Nobody stood on this House floor and sought to have an amendment to take it out or to change it. People who today say, well, that ought to be covered by a committee of jurisdiction, last year were willing to let it be covered in this identical piece of legislation.

In fact, it got in there with the approval of the committee of jurisdiction. I know, because last year I was the one who was sponsoring it and who asked for it. And this House of Representatives agreed to it, and nobody on either side of the aisle, no Republican and no Democrat, stood up and said, we think it is a bad idea.

Here I hear people complaining today about, well, it is a redtape-type objection. We think you should have used some other procedural method. We think Members of the House of Representatives should be confined in the area in which they want to take part; that the gentleman from Indiana [Mr. HOSTETTLER], if he is not on a committee that deals with labor, he should forget about labor issues.

Maybe we should just abolish the House floor and just let committees make the decisions, and tell each Member of Congress, never mind your constitutional duty, never mind your oath, never mind what you owe to the people back home, whether it be in Indiana, Wisconsin, or Oklahoma, or Pennsylvania, wherever it may be, you should not get involved in things if you are not on that committee.

Last year every single Member of this House of Representatives had an opportunity to object last year and say, we should not make this change. Instead, the House of Representatives said that this measure, which the gentleman from Indiana [Mr. HOSTETTLER] is sponsoring today, that yes, that should be part of this bill.

The gentleman from Indiana [Mr. HOSTETTLER] is only asking that we be consistent. I think that is a pretty simple, pretty basic request. After all, I think what was going on with me in 1959, if things adjusted for inflation. I was in elementary school. I used to walk home from Castleberry Elementary School, public school, to home, and I would stop at the Griddle if I had a nickel, because a nickel would get me a Hershey bar. Mr. Speaker, it was bigger than today's Hershey bars are. It was only a nickel.

Let us make the inflation judgment. Let us support the gentleman from Indiana [Mr. HOSTETTLER] in this amendment.

Mr. OBEY. Mr. Chairman, I yield myself 3 minutes.

Mr. Chairman, I think some of us in this House, most especially me, would be better off if we had fewer Hershey bars.

But let me simply make some observations. First of all, with respect to the comments made by the gentleman from Oklahoma, not the previous speaker, but the previous gentleman from Oklahoma, I understand that new Members cannot be expected to be fully aware of the intricacy of the rules of the House. I would note that some Members, at least two Members yesterday, or 2 days ago, in conversations with me, seemed to take great pride in that fact, which I do not understand. But nonetheless, I understand why they do not have full familiarity with it.

I think it is important for all Members to understand that there is a distinction between the Committee on Appropriations being asked to carry an unauthorized appropriation and the committee searching for ways to add all kinds of unauthorized actions to bills that we have on the floor. We have often, unfortunately, on the Committee on Appropriations, been asked by Members of authorizing committees to put provisions in our appropriation bills which are not yet authorized.

The Congress is supposed to work in two ways. The Congress is supposed to, first, through its authorizing committees, decide what basic law is; and then the Committee on Appropriations is supposed to determine how much we can afford to spend on each of the programs that are authorized by law.

The Committee on Appropriations on many occasions has had members of the authorizing committee come to us and ask us to put unauthorized items in the bill. When we have done so, they have then gone to the Committee on Rules and attacked us for the very same things which they asked us to put in the bill. It just seems to me that authorizing committee members need to understand that we do not appreciate being yinged and yanged, and on that issue, by Members who have lost arguments in authorizing committees.

I would ask the authors of this amendment these questions. Since we have not had the hearings and we do

not have the expertise, why should there be a threshold of \$2,600,000 before the NLRB jurisdiction kicks in for a retail establishment, but only \$535,000 for a shopping center? Why should there be a threshold of \$2.8 million for art museums, cultural centers, and libraries, but a threshold of only \$283,000 for nursing homes?

Can anyone tell me the specific reasons for the differences in those amounts? I would be very surprised if they could.

Mr. HOSTETTLER. Mr. Chairman, will the gentleman yield?

Mr. OBEY. I yield to the gentleman from Indiana.

Mr. HOSTETTLER. Mr. Chairman, our amendment seeks only to index the levels that were created in 1959.

Mr. OBEY. I understand that.

Mr. HOSTETTLER. I do know why those original levels, but the philosophy was not to change them.

Mr. OBEY. Mr. Chairman, taking back my time, that is exactly my point. The gentleman does not know why the original numbers were selected. Neither do we on the committee. The role of the authorizing committee is to determine what those reasons were and to determine whether or not those relative relationships still make sense in a modern economy.

I would fully agree that virtually every one of these numbers probably ought to be adjusted because inflation has had an effect. My point is that I do not know what the correct level of adjustment is, and I would suggest that no Member of this House, on the basis of information which has been presented to us here today, can go out and explain to the media or our constituents why these different relationships should continue to exist.

Shopping centers in many areas of the country did not even exist in 1959. I would suggest that the economy has changed so much since then that we probably need a far different level of threshold in relationship to the other thresholds than we have in the law today. I would grant that. But to simply come in here and say each of these outmoded numbers should be adjusted by the same percentage is in and of itself just as ham-handed and outmoded, I believe, as the original statute.

□ 1605

The place to correct that is in the authorizing committee, and that is why I make an argument that may appear to be just a jurisdictional argument, but which is basically a practical argument about how this Congress can produce recommendations based on knowledge rather than bias.

Mr. HOSTETTLER. Mr. Chairman, will the gentleman yield?

Mr. OBEY. I yield to the gentleman from Indiana.

Mr. HOSTETTLER. Mr. Chairman, as the chairman of the subcommittee pointed out, this is a 1-year process. And the desire of this Member to grant some regulatory relief to small busi-

ness, as the NLRB has itself said, that 20 percent of the caseloads are those individuals that are—

Mr. OBEY. Mr. Chairman, reclaiming my time, I understand that. But I am amused by the fact that a number of the Members on the other side of the aisle who attacked the NLRB said that these lawyers down there were not working hard enough, and now today the gentleman is telling me that they have too much business. I do find it hard to watch arguments that go two ways on the same agency.

Second, I would point out that I am persuaded by a letter which we received from the Chamber of Commerce a number of years ago which said as follows: "Whatever the current situation in any State, it could change substantially each time the State legislature convened. Although the NLRB is not perfect, at least it rarely has changed in significant ways."

Mr. Chairman, it seems to me that the last thing we want is to do this on the appropriations process, which is an annual process, because then we will have these numbers changing annually and that will drive every businessman in America nuts.

Mr. Chairman, I reserve the balance of my time.

#### PARLIAMENTARY INQUIRY

Mr. SOUDER. Mr. Chairman, I have a parliamentary inquiry.

The CHAIRMAN pro tempore (Mr. LATOURETTE). The gentleman will state it.

Mr. SOUDER. Mr. Chairman, my question is on language. When a Member of Congress refers to the other Member as talking on both sides of the issue, how does that differ from saying that someone talks out of both sides of their mouth?

The CHAIRMAN pro tempore. On the latter example, Members should not speak in personal terms about the motives or sincerity of other Members.

Mr. OBEY. Mr. Chairman, I yield myself 1 minute.

Mr. Chairman, there is nothing wrong under the Rules of the House when a Member points out that arguments are inconsistent with arguments made the day before, and that is what I said and that is what I meant.

Mr. SOUDER. Mr. Chairman, will the gentleman yield?

Mr. OBEY. I yield to the gentleman from Indiana.

Mr. SOUDER. Mr. Chairman, the gentleman from Indiana [Mr. HOSTETTLER] did not make those arguments yesterday, and the gentleman from Wisconsin [Mr. OBEY] implied that he was reversing himself.

Mr. OBEY. Mr. Chairman, reclaiming my time, I would say to the gentleman no, I did not. The gentleman, is reading something into something that I never said. I would again appreciate it, if the gentleman is going to object to my words, that the gentleman make certain he has heard them accurately.

Mr. SOUDER. Mr. Chairman, I believe I did.



Mr. HOSTETTLER. Mr. Chairman, I yield 5 minutes to the distinguished gentleman from Indiana [Mr. SOUDER].

Mr. SOUDER. Mr. Chairman, I would like to make a number of points. One is that we can explain the different categories logically. For example, shopping centers do not mean the sales of all the units inside the shopping center; it means the sales that are controlled by the shopping centers. Those ratios may be slightly changed, but by not changing them at all for inflation, we merely stay with the old ratio.

So the argument that we do not have the new, precise relationships down means that we keep the same relationships that we have always had. That was not a logical argument.

As to the argument as far as the substance here, it may indeed be true, both what some Members may have maintained on the floor that there is not enough to do over at the NLRB, and at the same time it may mean because they are chasing around a lot of little cases and they are not focusing on the larger cases, which is what the amendment attempts to do.

Mr. Chairman, nearly 20 percent of their representation efforts has been on bargaining units of nine persons or less. Yet this 20 percent effort only reaches 2 percent of the total number of employees. What we are arguing is that it should be targeted. So this is really a small business amendment. If the NLRB feels they need to intervene, they can intervene.

Mr. Chairman, this is really a small business issue and precisely the type of thing we have been trying to point out throughout this bill. That is we need more, like in OSHA, more toward compliance and less toward enforcement and overhead. If we were targeting to the higher risk cases, we could do a better job of protecting the workers and employees of this country, than by just going willy-nilly for the benefit, predominantly for the benefit, in many cases, of lawyers, or at least largely the case of lawyers.

Now to the substance on the question of whether something or not is authorized, I understood the gentleman from Wisconsin [Mr. OBEY] to say, and I want to say that while we are at the end of a long stretch here, that in general these debates have been very orderly and we have not had the personal conflicts that we have seen here this afternoon, which I think is unfortunate.

But the question is when the gentleman says that some programs that are not authorized are asked to be carried; asked by whom? According to the House rules, Members cannot bring something to the floor, even if the authorizing chairman asks them to do it, and what usually happens in the House rules, without a rule that protects the particular piece of legislation from being subject to a point of order.

For example, Mr. Chairman, National Endowment for the Arts comes to the floor without our ability to make a

point of order. I would ask the gentleman from Illinois if that is not correct.

Mr. PORTER. Mr. Chairman, will the gentleman yield?

Mr. SOUDER. I yield to the gentleman from Illinois.

Mr. PORTER. Mr. Chairman, I would say to the gentleman yes; however, the difficulty with that, and we on appropriations want the authorizing committees to take up legislation and authorize these programs. It used to be on this very bill that the chairman would not fund any program that was not authorized. The difficulty was that so many programs became unauthorized and the authorizing committees did not act, and the Senate follows no such rule, they fund programs authorized or not. And then when we go to conference, the House is put in a disadvantaged position because they have done nothing on that particular program.

Mr. SOUDER. Mr. Chairman, reclaiming my time merely, the gentleman makes an excellent point, which is why we need to, occasionally on the House floor, protect things from points of order, like the National Endowment for the Arts. I attempted to offer an amendment to transfer funds from Goals 2000 over to breast cancer and we found out, much to all of our surprise to some degree, that the National Cancer Institute is not authorized.

We went through a debate on what was going to be called Whole School Reform, because there it was authorized, but authorized under a previous Congress by sticking it in a bill that was moving through for authorization without a single hearing, without a single subcommittee process, without a single full committee vote, and, by the way, happened when Congress was under control of a different party. Yet that moved through with the appropriators. We will always be at a disadvantage to the Senate and always at a disadvantage in this process.

Mr. Chairman, informally if we do not allow amendments on the floor that are not authorized, and informally I think it is a good rule to say that if the committee chairman of the authorizing committee asks the Committee on Appropriations to carry it, that they do. But the point is that we do not have a hard and fast rule on how to do this.

Mr. Chairman, ergonomics, for example, was in this bill and, as we heard on the first day of this debate, it was added for one more year. In general, I absolutely agree with the gentleman from Wisconsin that things should move through in an orderly process. The Committee on the Budget sets targets, it goes to the authorizing committee and then goes to the appropriating committee.

But as a practical matter, not only this Congress but every Congress has dealt with this fundamental substantive fact: When the President is of

the opposite party of the House, often appropriations bills have to carry authorizing language to do different things, because otherwise it never gets done. Mr. Chairman, that is the case with this amendment, and I say that as a member of the committee.

Mr. HOSTETTLER. Mr. Chairman, I yield such time as he may consume to the gentleman from Mississippi [Mr. WICKER].

[Mr. WICKER asked and was given permission to revise and extend his remarks.]

Mr. WICKER. Mr. Chairman, I rise in support of the Hostettler amendment, which should be relatively non-controversial.

Mr. Chairman, I rise today in favor of this amendment which would update the jurisdictional threshold of the National Labor Relations Board.

While the NLRB has attracted quite a bit of attention during the past 2 years, I believe that the least controversial of the issues surrounding the NLRB is this one. When the NLRB was created in 1959, it had jurisdiction over nonretail businesses whose gross receipts were greater than \$50,000 per year, and retail businesses with receipts over \$500,000 per year. This level was developed so that the labor disputes involving small businesses would remain under the jurisdiction of State courts. Because these levels have not been increased to keep pace with the rate of inflation, small business has come under the regulatory hand of the NLRB. Congress intended that small business be regulated by the States.

I believe that these thresholds should be updated for the same reason that we increase Social Security recipients paychecks with an annual COLA: Because the value of the dollar is not the same in 1997 as it was in 1959.

I urge my colleagues to support small businesses and support commonsense Government by voting for the Hostettler amendment.

Mr. HOSTETTLER. Mr. Chairman, I yield 1 minute to the gentleman from Wisconsin [Mr. NEUMANN].

Mr. NEUMANN. Mr. Chairman, I rise to answer some of the things that have been said from the other side of the aisle here this afternoon. To the gentleman from Indiana [Mr. HOSTETTLER], my good friend and one of the brightest and most well-respected Members of the freshman class that came in in 1995, who does not serve on the Committee on Appropriations, I would say that I do serve on the Committee on Appropriations and the mere suggestion that somehow legislating on an appropriations bill is not the appropriate procedure in this body is almost a joking matter, when one looks at how many times it occurs not only at the full House debate level, but at the subcommittee level and at the full committee level.

Mr. Chairman, I would invite the gentleman from Indiana to join us in an appropriations meeting some day and see how many times in fact they do legislate on an appropriation bill. The legislation passes, it gets added to the bill, and any sort of an inference that

the gentleman from Indiana is inappropriate in acting in this manner is just plain wrong.

So, Mr. Chairman, I conclude my remarks to one of the brightest and most well-respected Members of this body by suggesting that legislating on an appropriations bill is a very common practice.

Mr. HOSTETTLER. Mr. Chairman, I yield myself the balance of my time.

Mr. Chairman, I wish to bring us back to the substance of this amendment. The substance of the amendment seeks to simply index the levels of jurisdiction, mandatory jurisdiction for the National Labor Relations Board. And it is important that I stress the point "mandatory level," because the National Labor Relations Board, under this amendment and under current law, has the ability to look at any case that merits, that deserves their attention at any level of gross annual receipts. This amendment merely indexes the level of their mandatory jurisdiction.

Most of these thresholds have not been changed since 1959, and I think it is time we do so. The chairman of the full committee made an excellent point, that this is going to be for a 1-year time period only. But I hope that we would get back to the substance of the issue.

Mr. Chairman, I think that it is important to understand that when one side of an argument does not have the merits of the argument on their side, they tend to divert attention into areas of procedure and process. Unfortunately, that is what has taken place at this time.

Mr. Chairman, I would simply ask for those Members who are watching this debate, that they would simply consider the merits of this amendment and would understand that we are seeking to grant regulatory relief to small businesses and granting a relief of caseload, if they so desire, to the National Labor Relations Board so that the National Labor Relations Board can fully spend more time and more of their resources on those most egregious cases that they see fit indeterminate of this jurisdiction level, even above or below.

Mr. Chairman, I seek for acceptance and adoption of this amendment.

Mr. Chairman, I yield back the balance of my time.

Mr. OBEY. Mr. Chairman, I yield myself such time as I may consume.

Mr. Chairman, I would like to return to the merits of this issue. We are told that the numbers that NLRB uses in determining whether it has jurisdiction or not in any given industry are outmoded. Then we are given a new set of numbers that are supposed to be better.

Mr. Chairman, I, for the life of me, do not understand why the heavy hand of the Federal Government ought to come into play when a figure of \$283,000 is reached for a nursing home, but \$708,000 for a hospital. I do not understand why if we are going to modernize and update outmoded numbers, we continue that kind of outlandish differential.

The differential between nursing homes and hospitals under existing law is only \$150,000. The differential under the gentleman's amendment would be over \$500,000. The gentleman is greatly expanding the unfairness of the numbers by the adjustments he makes.

Why should architectural firms be subject to the NLRB jurisdiction when their business hits \$261,000, but retail businesses not subject to that same jurisdiction until they hit a figure 10 times that amount? I for the life of me do not understand why we should expand the difference.

Mr. HOSTETTLER. Mr. Chairman, will the gentleman yield?

Mr. OBEY. Mr. Chairman, no, I will not. The gentleman has had his time. It is my time now.

Mr. HOSTETTLER. Mr. Chairman, the gentleman is asking me questions.

Mr. OBEY. Mr. Chairman, I ask that the rules of the House be abided.

The CHAIRMAN pro tempore. The time is controlled by the gentleman from Wisconsin [Mr. OBEY].

Mr. OBEY. Mr. Chairman, I would ask why on hotels and motels, right now there is a \$500,000 differential between them in the law. Under the gentleman's recommendation, there would be almost a \$2 million differential between hotels and motels. And symphony orchestras, why should symphony orchestras be treated that much better than a hotel-motel operator?

Mr. Chairman, my family used to run a hotel. I do not see why we should be subjected to a threshold which is over a million and a half dollars lower than a symphony orchestra. With all due respect to symphony orchestras, I prefer bluegrass.

It just seems that the gentleman from Indiana is absolutely correct in suggesting that these numbers ought to be adjusted. But the adjustments that the gentleman makes are just as irrational. They will last for only 1 year. It invites this House to jockey these numbers around each and every year. That will lead to massive confusion on the part of businesses.

□ 1620

The net result, as I said earlier, is that it eliminates protection of the NLRB for millions of workers in this country, and it also greatly raises the threshold that would apply in protecting corporations and businesses from illegitimate tactics.

I would urge rejection of the amendment.

The CHAIRMAN pro tempore (Mr. LATOURETTE). The question is on the amendment offered by the gentleman from Indiana [Mr. HOSTETTLER].

The question was taken; and the Chairman pro tempore announced that the noes appeared to have it.

#### RECORDED VOTE

Mr. HOSTETTLER. Mr. Chairman, I demand a recorded vote.

A recorded vote was ordered.

The vote was taken by electronic device, and there were—ayes 176, noes 235, not voting 22, as follows:

[Roll No. 392]

AYES—176

|               |               |               |
|---------------|---------------|---------------|
| Aderholt      | Gillmor       | Paxon         |
| Archer        | Goode         | Pease         |
| Armey         | Goodlatte     | Peterson (PA) |
| Bachus        | Goodling      | Pickering     |
| Ballenger     | Goss          | Pitts         |
| Barr          | Graham        | Pombo         |
| Bartlett      | Granger       | Portman       |
| Barton        | Greenwood     | Pryce (OH)    |
| Bass          | Gutknecht     | Radanovich    |
| Bereuter      | Hall (TX)     | Ramstad       |
| Bilbray       | Hansen        | Redmond       |
| Bliley        | Hastert       | Regula        |
| Blunt         | Hastings (WA) | Riley         |
| Boehner       | Hayworth      | Rogan         |
| Bono          | Hefley        | Rogers        |
| Brady         | Herger        | Rohrabacher   |
| Bryant        | Hill          | Royce         |
| Bunning       | Hilleary      | Ryun          |
| Burr          | Hoekstra      | Salmon        |
| Burton        | Hostettler    | Sanford       |
| Buyer         | Hulshof       | Scarborough   |
| Callahan      | Hunter        | Schaefer, Dan |
| Calvert       | Hutchinson    | Schaffer, Bob |
| Camp          | Inglis        | Sensenbrenner |
| Canady        | Istook        | Sessions      |
| Cannon        | Jenkins       | Shaw          |
| Chabot        | Johnson (CT)  | Shimkus       |
| Chambliss     | Johnson, Sam  | Shuster       |
| Chenoweth     | Jones         | Skeen         |
| Coble         | Kasich        | Smith (MI)    |
| Coburn        | Kim           | Smith (OR)    |
| Collins       | Kingston      | Smith (TX)    |
| Combest       | Klug          | Snowbarger    |
| Cook          | Kolbe         | Solomon       |
| Cooksey       | LaHood        | Souder        |
| Crane         | Largent       | Spence        |
| Crapo         | Latham        | Stearns       |
| Cubin         | Lewis (KY)    | Stenholm      |
| Cunningham    | Linder        | Stump         |
| Davis (VA)    | Lucas         | Sununu        |
| Deal          | Manzullo      | Talent        |
| DeLay         | McCollum      | Tauzin        |
| Dickey        | McCrery       | Taylor (MS)   |
| Doolittle     | McHugh        | Thomas        |
| Dreier        | McInnis       | Thornberry    |
| Duncan        | McIntosh      | Thune         |
| Dunn          | McKeon        | Tiahrt        |
| Ehlers        | Mica          | Upton         |
| Ehrlich       | Miller (FL)   | Walsh         |
| Emerson       | Moran (KS)    | Wamp          |
| Ensign        | Myrick        | Watkins       |
| Everett       | Nethercutt    | Watts (OK)    |
| Ewing         | Neumann       | Weldon (FL)   |
| Fawell        | Northup       | White         |
| Fowler        | Norwood       | Whitfield     |
| Frelinghuysen | Nussle        | Wicker        |
| Galleghy      | Packard       | Wolf          |
| Ganske        | Parker        | Young (AK)    |
| Gibbons       | Paul          |               |

NOES—235

|              |             |                |
|--------------|-------------|----------------|
| Abercrombie  | Costello    | Frank (MA)     |
| Ackerman     | Coyne       | Franks (NJ)    |
| Allen        | Cramer      | Frost          |
| Andrews      | Cummings    | Furse          |
| Baessler     | Danner      | Gejdenson      |
| Baldacci     | Davis (FL)  | Gekas          |
| Barcia       | Davis (IL)  | Gephardt       |
| Barrett (NE) | DeFazio     | Gilchrest      |
| Barrett (WI) | DeGette     | Gilman         |
| Bateman      | Delahunt    | Gordon         |
| Becerra      | DeLauro     | Green          |
| Bentsen      | Deutsch     | Gutierrez      |
| Berman       | Diaz-Balart | Hamilton       |
| Berry        | Dicks       | Harman         |
| Bilirakis    | Dingell     | Hastings (FL)  |
| Bishop       | Dixon       | Hefner         |
| Blagojevich  | Doggett     | Hilliard       |
| Blumenauer   | Dooley      | Hinchey        |
| Boehlert     | Doyle       | Hinojosa       |
| Bonior       | Edwards     | Hobson         |
| Boswell      | Engel       | Holden         |
| Boucher      | English     | Hooley         |
| Boyd         | Eshoo       | Horn           |
| Brown (OH)   | Etheridge   | Houghton       |
| Campbell     | Evans       | Hoyer          |
| Capps        | Farr        | Hyde           |
| Cardin       | Fattah      | Jackson (IL)   |
| Carson       | Fazio       | Jackson-Lee    |
| Castle       | Filner      | (TX)           |
| Clay         | Flake       | Jefferson      |
| Clayton      | Foglietta   | John           |
| Clement      | Foley       | Johnson (WI)   |
| Clyburn      | Forbes      | Johnson, E. B. |
| Condit       | Ford        | Kanjorski      |
| Conyers      | Fox         | Kaptur         |

|               |               |              |
|---------------|---------------|--------------|
| Kelly         | Millender-    | Sawyer       |
| Kennedy (MA)  | McDonald      | Saxton       |
| Kennedy (RI)  | Miller (CA)   | Schumer      |
| Kennelly      | Minge         | Scott        |
| Kildee        | Mink          | Serrano      |
| Kilpatrick    | Moakley       | Shays        |
| Kind (WI)     | Mollohan      | Sherman      |
| King (NY)     | Moran (VA)    | Sisisky      |
| Klecicka      | Morella       | Skaggs       |
| Klink         | Nadler        | Skelton      |
| Knollenberg   | Neal          | Slaughter    |
| Kucinich      | Ney           | Smith (NJ)   |
| LaFalce       | Oberstar      | Smith, Adam  |
| Lampson       | Obey          | Smith, Linda |
| Lantos        | Olver         | Snyder       |
| LaTourette    | Ortiz         | Spratt       |
| Lazio         | Owens         | Stabenow     |
| Leach         | Oxley         | Stark        |
| Levin         | Pallone       | Stokes       |
| Lewis (CA)    | Pappas        | Strickland   |
| Lipinski      | Pascarell     | Stupak       |
| Livingston    | Pastor        | Tanner       |
| LoBiondo      | Pelosi        | Tauscher     |
| Lofgren       | Peterson (MN) | Thurman      |
| Lowey         | Petri         | Tierney      |
| Luther        | Pickett       | Torres       |
| Maloney (CT)  | Pomeroy       | Towns        |
| Maloney (NY)  | Porter        | Traficant    |
| Manton        | Poshard       | Turner       |
| Markey        | Price (NC)    | Velazquez    |
| Martinez      | Quinn         | Vento        |
| Mascara       | Rahall        | Visclosky    |
| Matsui        | Reyes         | Waters       |
| McCarthy (NY) | Riggs         | Watt (NC)    |
| McDade        | Rivers        | Waxman       |
| McDermott     | Rodriguez     | Weldon (PA)  |
| McGovern      | Roemer        | Weller       |
| McHale        | Rothman       | Wexler       |
| McIntyre      | Roukema       | Weygand      |
| McKinney      | Roybal-Allard | Wise         |
| McNulty       | Sabo          | Woolsey      |
| Meehan        | Sanchez       | Wynn         |
| Menendez      | Sanders       | Yates        |
| Metcalf       | Sandlin       | Young (FL)   |

## NOT VOTING—22

|             |               |              |
|-------------|---------------|--------------|
| Baker       | Gonzalez      | Ros-Lehtinen |
| Bonilla     | Hall (OH)     | Rush         |
| Borski      | Lewis (GA)    | Schiff       |
| Brown (CA)  | McCarthy (MO) | Shadegg      |
| Brown (FL)  | Meek          | Taylor (NC)  |
| Christensen | Murtha        | Thompson     |
| Cox         | Payne         |              |
| Dellums     | Rangel        |              |

Mrs. KELLY changed her vote from "aye" to "no."

Mr. DAVIS of Virginia changed his vote from "no" to "aye."

So the amendment was rejected.

The result of the vote was announced as above recorded.

Mr. FARR of California. Mr. Chairman, today we faced the possible weakening or elimination of the Corporation for Public Broadcasting [CPB]. I am extremely pleased that both misadvised amendments were defeated. I believe public broadcasting funding is a good investment. The Corporation for Public Broadcasting is an excellent example of one of the most successful public-private partnerships in the country. Every \$1 in appropriated funds leverages \$5 in private investment.

More than 90 percent of the Federal appropriation goes directly back to States and local communities, either for direct services or programming. In 1993, for example, CPB's \$253 million appropriation created more than \$1.5 billion in revenue for local stations. This modest investment is critical to our local communities.

Public broadcasting programs are the only commercial-free shows available on television, and have wide appeal; many are educational and award-winning, such as "Sesame Street" and "NOVA." I am sure that almost every Member in Congress has fond memories of watching "Sesame Street," "Mr. Rogers' Neighborhood," or the "Electric Company" themselves or with their children, along with new ones such as "Barney." CPB programs

are not just for children though; many of us regularly tune into CPB supported shows such as "This Old House" and the "McNeil-Leher Hour."

Public television and radio provide an important outlet which is not dictated by corporate sponsors. Public broadcasting stations serve as community institutions, much like libraries or museums, and as such are supported by the community through financial aid. CPB is a public service, "owned" by the American people.

Mr. FOX of Pennsylvania. Mr. Chairman, I rise to commend Chairman PORTER, Ranking Member OBEY, and the members of the Subcommittee on Labor, Health and Human Services, Education and Related Agencies Appropriations for their foresight in increasing appropriations in recognition of the contributions made by this Nation's seniors through the programs of the National Senior Service Corps—Foster Grandparents, Senior Companions, and Retired and Senior Volunteers Program. The resources which the committee proposes to make available through the fiscal year 1998 appropriations process will go far toward affording thousands more older Americans to share their experience of a lifetime in helping children in need of a loving mentor, peers in need of a caring friend to help out in daily living, and communities across the Nation. I am proud to be considered a proponent of these important programs.

In reporting companion versions of the fiscal year 1998 Labor/HHS/Education funding measure, the House and Senate Appropriations Committees suggested different methods for allocating their respective increases in the senior volunteer programs. Since the time of committee action, representatives of the National Senior Service Corps Directors Associations have met with officials of the Corporation for National Service in an effort to agree on a common plan for moving the programs forward with these desperately needed funds. It is my understanding that the parties have reached common ground for allocation of fiscal year 1998 resources—reflected in an exchange of letters between Corporation CEO Harris Wofford and the presidents of the respective associations. I further understand that this agreement is a recommendation for fiscal year 1998 funding only and should not serve as a precedent for funding decisions in future fiscal years.

While no one is certain of the final outcome of this year's deliberations on the Labor/HHS appropriations bill, it is my hope that no matter the outcome—even if these funds end up in a continuing resolution—the respective leaders on the part of the House and the Senate on this funding legislation would agree to the highest possible levels for each of the three programs—Senate level for the Foster Grandparent Program and House level for the Senior Companion Program and Retired and Senior Volunteer Program. Further, I would encourage the leaders of the respective committees to embrace the funding plan developed between the Directors Associations and the Corporation for National Service as reflected in Mr. Wofford's letter, which I submit for the RECORD.

CORPORATION FOR NATIONAL SERVICE,  
Washington, DC, September 5, 1997.

Mrs. MARY LOUISE SCHWEIKERT,  
President, National Association of Foster  
Grandparent Program Directors, Laurelton,  
PA.

DEAR MARY LOUISE: Discussions between the Corporation for National Service and the National Senior Corps Directors' Associations have resulted in a consensus recommendation to resolve differences in report language between the House and Senate Appropriations Committees for purpose of fiscal year (FY) 1998 funding.

We agree that:

1. One third of new funds above the prior year level shall be allocated to Programs of National Significance. Of this one third, one-half shall be allocated consistent with current law and one-half may be utilized within the confines of each program but with the flexibility envisioned in section 231 of the DVSA.

2. A ten cent stipend increase shall be provided to Foster Grandparent and Senior Companion Volunteers to be effective January 1, 1998.

3. The intent of the National Associations and the Corporation is to provide each project with a 2.5 percent administrative cost increase. The Corporation shall make a best effort to resolve budget issues which arise from the allocation of program funds on a percentage basis to States to reach this goal.

4. Remaining funds after fulfillment of items 1-3 above, may be utilized within the confines of each program but with flexibility as envisioned in section 231 of DVSA.

5. Further, the Corporation will utilize the FY 1998 funding as detailed by the Administration budget request, where applicable, to further senior service initiatives in areas related to the national need of child literacy and reading.

6. Finally, with the agreement, the need for detailed report language from the Joint Statement of Managers of the Conference committee is eliminated, and we will suggest only broad language supportive of the programs and Senior Corps. This will allow the Corporation, in consultation with the respective Boards of the National Associations, to appropriately and best respond to the programmatic and administrative needs of the individual programs.

Thank you for your collaboration on working to find a unified and mutual solution to this issue. Please let me know at your earliest convenience, if you agree with these understandings so that we can promptly communicate it to the relevant committees.

Sincerely,

HARRIS WOFFORD,  
Chief Executive Officer.

NATIONAL SENIOR SERVICE CORPS  
DIRECTORS ASSOCIATIONS,

Washington, DC, September 9, 1997.

Hon. HARRIS WOFFORD,  
Chief Executive Officer, Corporation for Na-  
tional Service, Washington, DC.

DEAR HARRIS: Thank you for your letter of September 5. The consensus recommendations you set forth, consistent with our discussions, holds great promise for the future of the Foster Grandparent Program, Senior Companion Program, and Retired and Senior Volunteer Program, as well as the continued productive working relationship between the National Senior Service Corps Director Associations and the Corporation.

While appropriate to the present circumstances, we share your view that the fiscal year 1998 plan for allocating resources we embrace should not be interpreted as a precedent for future spending decisions and funding allocations among the senior volunteer programs.

We also appreciate your commitment that each existing senior volunteer project receive a 2.5 percent administration cost increase over the funding levels appropriated for fiscal year 1997. While we understand that administrative nuances can affect the allocation of program funds, we accept your assurances that the Corporation will take whatever steps necessary to award an increase of 2.5 to every existing NSSC project for FY 1998 so that we might retain and improve program quality and efficiency.

Finally, we share your desire to work with the relevant committees of Congress to assure that this mutual understanding is carried out. We think it important that this remarkable agreement be communicated in an appropriate manner aimed at establishing a legislative history sufficient to overcome what presently amounts to a conflict between language included in the House and Senate committee reports on the NSSC funding allocation for fiscal year 1998.

Sincerely,

MARY LOUISE SCHWEIKERT,  
*President, NAFGPD.*

JOHN PRIBYL,  
*President, NASCPD.*

NAN YORK,  
*President, NARSVPD.*

Mr. PORTER. Mr. Chairman, I move that the Committee do now rise.

The motion was agreed to.

Accordingly the Committee rose; and the Speaker pro tempore (Mr. BOEHNER) having assumed the chair, Mr. LATOURETTE, Chairman pro tempore of the Committee of the Whole House on the State of the Union, reported that that Committee, having had under consideration the bill (H.R. 2264) making appropriations for the Departments of Labor, Health and Human Services, and Education, and related agencies for the fiscal year ending September 30, 1998, and for other purposes, had come to no resolution thereon.

#### PERSONAL EXPLANATION

Mr. KOLBE. Mr. Speaker, yesterday I was unavoidably detained and missed rollcall votes 385 and 386. Had I been present I would have voted "aye."

#### LEGISLATIVE PROGRAM

(Mr. BONIOR asked and was given permission to address the House for 1 minute.)

Mr. BONIOR. Mr. Speaker, I wish to inquire from the distinguished majority leader the schedule for today and the remainder of the week and next week.

□ 1645

Mr. ARMEY. Mr. Speaker, will the gentleman yield?

Mr. BONIOR. I yield to the gentleman from Texas.

Mr. ARMEY. Mr. Speaker, I thank the gentleman for yielding to me.

I am pleased to announce that we have concluded votes for this week, Mr. Speaker. After this schedule discussion, the gentleman from Indiana [Mr. BURTON] will ask unanimous consent to pass a resolution honoring the life and achievements of Mother Teresa of Calcutta. There is an agreement that

there will be no recorded votes on this resolution.

Next week, the House will meet at 12 noon on Monday, September 15, for a pro forma session. There will be no legislative business and no votes on that date.

On Tuesday, September 16, the House will meet at 10:30 a.m. for morning hour and 12 noon for legislative business. It is our intention to hold any recorded votes ordered until after 2 p.m. on Tuesday.

Let me be very clear on that. There will be votes on Tuesday, and it is our intention to hold any recorded votes that are ordered until after 2 p.m. on Tuesday of next week.

On Tuesday, the House will take up a number of suspensions, a list of which will be distributed to Members' offices.

After consideration of the suspensions, the House will consider the conference report on H.R. 2106, Military Construction Appropriations, which will be subject to a rule.

We will have a motion to go to conference on H.R. 2159, the Foreign Assistance Appropriations, before resuming consideration of H.R. 2264, the Labor, Health and Human Services Appropriations Act.

On Wednesday, September 17 and Thursday, September 18, the House will meet at 10 a.m. for legislative business. We hope to consider the following, all of which will be subject to rules:

H.R. 2267, the Commerce, Justice, State and Judiciary Appropriations Act for Fiscal Year 1998; H.R. 2378, the Treasury, Postal Appropriations Act for Fiscal Year 1998; and a resolution containing the recommendations of the bipartisan Ethics Reform Task Force.

We hope to conclude legislative business by 6 p.m. on Thursday, September 18. The House will not be in session on Friday, September 19.

Mr. BONIOR. Mr. Speaker, reclaiming my time, I thank my colleague for the information on today, the rest of the week and next week.

I have one additional question for my colleague from Texas, and that is on the Commerce, Justice, State and Judiciary Appropriations Act. The chairman of the Committee on Rules has indicated his willingness to make in order the amendment of the gentleman from West Virginia [Mr. MOLLOHAN] with respect to the census, and I am wondering if we can expect that to happen and be brought to the floor with that amendment made in order?

Mr. ARMEY. Mr. Speaker, if the gentleman will continue to yield, I thank the gentleman for those comments, and it is my understanding that the Mollohan amendment will be in order.

Mr. BONIOR. Mr. Speaker, reclaiming my time I thank my colleague and wish him a very good weekend.

#### ADJOURNMENT TO MONDAY, SEPTEMBER 15, 1997

Mr. ARMEY. Mr. Speaker, I ask unanimous consent that when the

House adjourns today, it adjourn to meet at noon on Monday next.

The SPEAKER pro tempore (Mr. BOEHNER). Is there objection to the request of the gentleman from Texas?

There was no objection.

#### HOUSE OF MEETING ON TUESDAY, SEPTEMBER 16, 1997

Mr. ARMEY. Mr. Speaker, I ask unanimous consent that when the House adjourns on Monday, September 15, 1997, it adjourn to meet at 10:30 a.m. on Tuesday, September 16, 1997, for morning hour debates.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from Texas?

There was no objection.

#### DISPENSING WITH CALENDAR WEDNESDAY BUSINESS ON WEDNESDAY NEXT

Mr. ARMEY. Mr. Speaker, I ask unanimous consent that the business in order under the Calendar Wednesday rule be dispensed with on Wednesday next.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from Texas?

There was no objection.

Mr. ARMEY. Mr. Speaker, I ask unanimous consent that it be the will of the House that the Vikings should beat the Tampa Bay Buccaneers on Sunday next.

Mr. BARR of Georgia. Mr. Speaker, reserving the right to object.

The SPEAKER pro tempore. The gentleman is out of order.

#### REPORT ON RESOLUTION WAIVING POINTS OF ORDER AGAINST CON- FERENCE REPORT ON H.R. 2016, MILITARY CONSTRUCTION AP- PROPRIATIONS ACT, 1998

Mr. LINDER, from the Committee on Rules, submitted a privileged report (Rept. No. 105-248) on the resolution (H. Res. 228) waiving points of order against the conference report to accompany the bill (H.R. 2016) making appropriations for military construction, family housing, and base realignment and closure for the Department of Defense for the fiscal year ending September 30, 1998, and for other purposes, which was referred to the House Calendar and ordered to be printed.

#### REMOVAL OF NAME OF MEMBER AS COSPONSOR OF H.R. 2034

Mr. BARR of Georgia. Mr. Speaker, I ask unanimous consent that my name be removed as cosponsor of H.R. 2034, the Use by Minors Deterrence Act.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from Georgia?

There was no objection.

#### THE JOURNAL

The SPEAKER pro tempore. Pursuant to clause 5 of rule I, the pending

business is the question of agreeing to the Speaker's approval of the Journal of the last day's proceedings.

Pursuant to clause I, rule I, the Journal stands approved.

# EXPRESSING CONDOLENCES OF THE HOUSE ON THE DEATH OF MOTHER TERESA OF CALCUTTA

Mr. GILMAN. Mr. Speaker, I ask unanimous consent that the Committee on International Relations be discharged from further consideration of the resolution (H. Res. 227), expressing the condolences of the House of Representatives on the death of Mother Teresa of Calcutta, to the end that that resolution be considered immediately in the House; and that after debate not to exceed 1 hour, controlled by the chairman of the Committee on International Relations, the resolution be considered as agreed to and the motion to reconsider laid on the table.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from New York?

There was no objection.

The Clerk read the resolution, as follows:

## H. RES. 227

Whereas the House of Representatives has heard with great sorrow of the death of Mother Teresa of Calcutta;

Whereas Mother Teresa of Calcutta dedicated her life to helping the sick, the dying, the unborn, and the poorest of the poor for a half century;

Whereas Mother Teresa founded the Missionaries of Charity, which now comprises over 3,000 members in 25 countries who are engaged in caring for the sick, dying, and poor;

Whereas Mother Teresa's humanitarian work and the inspiration she provided to others has been recognized by the award of the first Pope John XXIII Peace Prize in 1971, the Jawaharal Nehru Award for International Understanding in 1972, the Nobel Peace Prize in 1979, and the Presidential Medal of Freedom in 1985;

Whereas in 1997, pursuant to Public Law 105-16, Mother Teresa was awarded the Congressional Gold Medal; and

Whereas Mother Teresa's life-long example of selfless dedication to humanitarian work has inspired millions of people around the world: Now, therefore, be it

*Resolved*, That the House of Representatives expresses its admiration and respect for the life and work of Mother Teresa, and its sympathy to the Missionaries of Charity on their loss.

SEC. 2. The Clerk of the House of Representatives shall transmit a copy of this resolution to the General Mother House of the Missionaries of Charity in Calcutta, India.

Mr. GILMAN (during the reading). Mr. Speaker, I ask unanimous consent that the resolution be considered as having been read and printed in the RECORD.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from New York?

There was no objection.

The SPEAKER pro tempore. The gentleman from New York [Mr. GILMAN] is recognized for 1 hour.

Mr. GILMAN. Mr. Speaker, for purposes of debate only, I yield the customary 30 minutes to the gentleman from New Jersey [Mr. Menendez], pending which I yield myself such time as I may consume. All time yielded on this resolution is for the purposes of debate only.

[Mr. GILMAN asked and was given permission to revise and extend his remarks.]

## GENERAL LEAVE

Mr. GILMAN. Mr. Speaker, I ask unanimous consent that all Members may have 5 legislative days within which to revise and extend their remarks on the resolution presently under consideration.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from New York?

There was no objection.

Mr. GILMAN. Mr. Speaker, "Mother Is Gone." That was the historic headline on the front page of one of India's leading newspapers last week. With the passing of Mother Teresa of Calcutta a diminutive figure of towering moral stature, people around the world felt a most personal loss.

Mother Teresa spent most of her life in India, the last half-century heading the Missionaries of Charity, an order she founded after receiving a divine call to devote her life to tending to the needs of the sick, the dying, and the poorest of the poor. She became a public figure over time, demonstrating a single-mindedness and a steadfastness of purpose that were remarkable; and in that sense, she was certainly a woman of valor.

Mother Teresa's stellar contributions and her moral example were widely recognized by such accolades as the Nobel Prize for Peace and the Presidential Medal of Freedom. And just this year Congress passed and the President signed into law a measure providing for the award of a Congressional Gold Medal to Mother Teresa. The medal ceremony, held in the rotunda of the Capitol, was a most moving one.

Mr. Speaker, considering, as we are, a woman of valor, the end of Solomon's words in Proverbs, chapter 31, come to mind: "Grace is deceitful and beauty is vain, but a woman that fears the Lord, she shall be praised. Give her of the fruit of her hands and let her works praise her in the gates."

Mr. Speaker, I yield the balance of my time to the gentleman from Indiana [Mr. BURTON], the sponsor of this resolution, and I ask unanimous consent that he be permitted to yield to other Members.

The SPEAKER pro tempore. Is there objection to the request of the gentleman from New York?

There was no objection.

The SPEAKER pro tempore. The gentleman from Indiana [Mr. BURTON] will control the remainder of the debate time on that side.

(Mr. MENENDEZ asked and was given permission to revise and extend his remarks.)

Mr. MENENDEZ. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, I join my colleagues in sponsoring this resolution and rise in strong support of the resolution before us honoring Mother Teresa. It is appropriate that today, as we honor the life of a simple woman whom millions called Mother, this week Catholics commemorate the birthday of another simple woman who became the most important woman in Catholicism, Mary, the Blessed Mother.

Last Friday, September 5, the world lost one of its shining lights. Mother Teresa's death was a loss for us all. She was the embodiment of compassion and a beacon of goodness. Her name grew to become synonymous with caring for the poor, the indigent, and the down-trodden. She was not one who sought the spotlight; rather, she let her deeds and service do the speaking for her. She had a strong will that enabled her to accomplish many good deeds and improve the lives of thousands of human beings daily, and without a doubt, she left her mark on our world, helping millions of people in India, the United States, and all over the world.

Her work was not easy, glamorous, or pleasant. She was a devout Roman Catholic teaching nun in India until a train ride in 1946 when she heard her call within a call, and the call within a call was to go to the slums of Calcutta to care for, in her own words, "the poorest of the poor." She founded the order of the Missionaries of Charity in 1948, and through her dedication, made the order into a worldwide organization with more than 4,000 nuns and 400 Catholic brothers running nearly 600 homes and schools in more than 100 countries. The order operates schools and hospitals, youth centers and orphanages, and it also treats over 50,000 lepers at its medical centers in Africa and Asia.

Mother Teresa took Indian citizenship in 1950. She saw her order in the broader context of India's own tradition of spirituality and compassion and incorporated it into Indian society. In a meeting with Prime Minister Nehru, he promised her all the assistance she needed. And even though India is primarily a country consisting of Hindus, it adopted Mother Teresa as its own and welcomed her with open arms.

For her, pity was not what the poor needed; rather, she sought to provide dignity for them. She and members of her order lived like the people they served, without the amenities most of us take for granted. And she taught us all, regardless of religion, that in fact without a title, and without any form of nobility, that it is how one lives their life and what one does within their life that is the most important ingredient.

I am proud that she was awarded honorary U.S. citizenship and granted the Presidential Medal of Freedom. And earlier this year I had the honor, with so many of our other colleagues, in being present as she received the

Congressional Gold Medal in the rotunda of the Capitol.

□ 1700

I am reminded of what she said at that ceremony, where she repeated her admonition time and time again that we should focus on our concerns for the poorest of the poor, which she said several times during her brief remarks. Those of us who serve in this Congress should remember those words, those of us who were there, who were proud to be there at that historical moment, proud to be in her company, who rejoice in her life's works, we need to take to heart as we decide in this Chamber issues that cut across the board on the poorest of the poor, in education, in housing, in health care, whether it be in our cities or in Appalachia, that the fate of the poorest of the poor is a matter that constantly is before us as we decide on many of the votes that we take in this House. Sometimes I would daresay we do not cast our votes in a manner in which I think we would meet Mother Teresa's standards.

Finally, while her loss saddens us, Mother Teresa provided reassuring words about her work and the future. She said, "If the work were mine, it would die with me, but it is the work of God, so He will look after it." I wish her successor at the Missionaries of Charity, Sister Nirmala, my best wishes as she carries forth the work Mother Teresa started and nurtured. She was a beacon of hope, and that beacon of hope that burned brightly during her life will continue through her order. Good-bye, Mother Teresa, and God bless.

Mr. Speaker, I reserve the balance of my time.

Mr. BURTON of Indiana. Mr. Speaker, I yield myself such time as I may consume.

Mr. Speaker, 60 years ago this Wednesday, a young teacher at a secondary school for girls in Calcutta, India, made a decision that was to later influence the lives of millions of people around the world. Close to the school is one of the great slums of Calcutta. She could not close her eyes any longer. Who cares for this poor living in the streets, she asked? It was upon this revelation that Mother Teresa, then Sister Teresa, really heard God's voice calling and His message was clear. She had to leave the convent to help the poorest of the poor, not just to work with the poor but to live among them, to live on rice and salt like the poor had to live. Sister Teresa said, "It was an order, a duty, an absolute certainty."

On September 10, 1937, Sister Teresa decided to leave the convent in Calcutta and make what she later said to be the most important journey of her life, to a distant city at the feet of the Himalayan Mountains. The thirst for her heart by so many of the world's unfortunate called her to form the Missionaries of Charity, a religious order

based in Calcutta, India. She created an international network of shelters for the poor, the sick, and the dying that now stretch from Calcutta to New York. Of her Sisters of Charity, she said this:

We are not social workers. There are a lot of institutions caring for the sick. We do not want to be among them. We are not another organization of social service. We have to be more, to give more, we have to give ourselves. We have to bring God's love to the people by our service. And the poor have taught us what it really means to love and serve God.

Mr. Speaker, I join my colleagues in mourning Mother Teresa's passing. We have lost a great woman, perhaps nearest to sainthood that we know, but heaven has gained a pure soul. I do not understand, Mr. Speaker, why she so often takes a back seat to other notables in today's media, not only in her passing but in her work throughout her blessed life. Was it because she did not keep the company of aristocrats or run in the posh circles of the glamorous while she selflessly cared for the needy?

And I do not raise the issue because the Sisters of Charity are looking for media exposure. They do not ask for it. They do not wish it. But what does it say about our society today when someone who cared for so many is overshadowed because she does not draw enough ratings to command a week's worth of coverage on television? It tells me she represents that which we find difficult to face, ourselves, our own failures, selfishness and cowardice, our own imperfections. We fail where she succeeded because we refuse to make the time to reach out and help our neighbors.

For her service and sacrifice, Mother Teresa was awarded most notably the Nobel Peace Prize in 1979. If we accept her as its recipient, then we should accept what she said when she accepted the Nobel Peace Prize:

Abortion is the worst evil in the world. The life of a child that still has to be born or the life of the poor whom we meet in the streets of Calcutta, Rome or anywhere else in the world, the life of children or adults is the same life. It is our life, it is a gift of God. Countries that allow abortion are poor because they do not have the courage to accept one more life.

That is why it is altogether fitting and proper that we honor her for who she was. Let us not forget what she stood for. To hide or mask this only does Mother Teresa, her years of selfless giving and the millions she comforted a tremendous disservice.

Mr. Speaker, while she would never accept it, she deserves to be honored by this body and this Nation in this way. It is truly the least we could do on her death. Mr. Speaker, I suspect we will not see the rich, the famous or the glamorous walking in the processional behind Mother Teresa's casket this weekend. Instead I imagine we will witness the poor, the unwanted, the unloved, the uncared for and the untouchables marching behind a woman whom some say was the pencil of God.

Mr. Speaker, I reserve the balance of my time.

Mr. MENENDEZ. Mr. Speaker, I yield 3 minutes to the distinguished gentlewoman from Connecticut [Mrs. KENNELLY].

Mrs. KENNELLY of Connecticut. Mr. Speaker, I thank those who brought forth this resolution. It is only a short week ago that we came here to this very floor to talk about a woman, a young woman, Princess Diana, who died, a woman who had taken the interest and the delight of so many, so many millions. And here we are back again to speak about a woman, to speak about her life, her work, and her memory. This is one of the greatest women of this century, Mother Teresa. And yes, there will be people in Calcutta on Saturday, as so many of us that was just I think about a month, 2 months ago that we went to Statuary Hall and we were so thrilled and delighted that Mother Teresa was going to be among us, that Mother Teresa was going to receive the Congressional Medal. We were all somewhat like children trying to see this woman of small stature with the lines of life in her face.

Now she too is gone and I could only say probably that the lesson of all this every one of us can get, probably the main lesson, is we are all going to die, some earlier and some later. But tomorrow our President's wife, Hillary Clinton, in fact she might be right now at this very moment flying to Calcutta, and she will represent us.

But we are talking tonight about a woman who not because of her great political power, the way she shaped world events, we are not talking about that. We are talking about her moral power. And what that great moral power did was to convert so many, her own sisters, kings, and presidents, but also people who just saw that she was doing the right thing. This most humble of women was a giant, a giant of compassion. She recognized the humanity of even the least of us. And she did not judge us harshly as some judge others. And she insisted that every human being deserve our care.

Her devotion to the poor and her dedication to the dying overflowed in her Calcutta mission, bringing her worldwide acclaim and making her an inspiration to millions. But she always heard the teachings of her religion and she always acted taking to heart the biblical injunctions to feed the hungry and clothe the naked.

The great sadness I feel and felt at the news of Mother Teresa's passing is tempered by the gratitude that I feel for her life. Her compassion for others, her service to the poor and her devotion to her faith set the highest standard. Her life was proof that one humble individual can touch many lives and her absolute memory will inspire us all.

Mr. BURTON of Indiana. Mr. Speaker, I yield such time as he may consume to the gentleman from Illinois [Mr. HYDE].

(Mr. HYDE asked and was given permission to revise and extend his remarks.)

Mr. HYDE. Mr. Speaker, I thank the gentleman not only for giving me this time, but for his initiative in this very important resolution.

Some months ago as the gentlewoman from Connecticut [Mrs. KENNELLY] mentioned, we had a ceremony in the rotunda and I was honored to be the master of ceremonies. I made some remarks then which I am adapting and updating for this evening.

One of Mother Teresa's constant themes was how much God loves each one of us, even and perhaps especially the most humble. Proof of that love is shown by His granting Mother Teresa fullness of years. She was in our midst for 87 years before she was called home. Hers were long years of service, self-sacrifice and example.

Archimedes said centuries ago, "Give me a place where to stand and I will move the world." Mother Teresa stood on the streets of Calcutta and the back alleys of the world literally clutching to her bosom the diseased and the dying, and she moved the world.

Mother Teresa displayed the most intensely human compassion, one that recognized the bond of humanity that links us to the poorest of the poor, a compassion which is the substance from which sanctity is forged.

In the year 1666, London was decimated by a great fire. Out of the ashes of that fire, a genius named Christopher Wren emerged and he literally rebuilt London. Some 80 buildings were his legacy. The greatest was the Cathedral of St. Paul's. If you go in the back of the cathedral, you look on the floor and you kick the dust away, you will see where he is buried. The words around his burial place "si requiris monumentum, circumspice"—if you would seek his monument, look around.

I apply those words to Mother Teresa. If you would seek her monument, just look around. People all over the globe can see and benefit from one of her monuments, the Missionaries of Charity, a bright, shining oasis of self-giving in a darkened world of calculation. In a world of doubts and ambiguities and cynicism, she was blessed with certainties. And the certainties that guided her life and her self-sacrifice are ancient, they are noble and to my mind indisputable.

She believed we are not lost in the stars, we are not alone in this universe which was created by a wise and benevolent Providence, and she lived the truth of that belief. She believed that every human being no matter how abandoned, no matter how poor, no matter how useless or inconvenient as the world calculates utility and convenience, is an image of the invisible God and invested with an innate and an inalienable dignity and value and thus commands our attention and our respect and our care. She poured out her life in service to that belief.

She believed that love is the most living thing there is, that love is stronger than death, and that every human heart can be touched by the power of love. So often she cradled the wretched of the Earth in her arms and witnessed to that belief.

She believed that the goodness of a society is measured by the way it treats the most helpless and vulnerable of its members, especially the defenseless unborn. She lived that belief and she challenged us to make that truth a living part of the fabric of our democracy. We live at the end of the bloodiest century in human history. Wars, ethnic and racial hatreds, mad ideologies and plain old human wickedness have made the 20th century, which the best and the brightest of 1897 thought would be a century of boundless human progress, instead a slaughterhouse.

On the edge of a new century and a new millennium, the world does not lack for icons of evil, Auschwitz, the gulag, the killing fields of Cambodia, Bosnia, the Great Lakes region of Central Africa. What the world desperately needs are icons of goodness, and that is what she has been for us, an icon of goodness. She reminded us that hatred and death do not have the last word. She called us back to what Abraham Lincoln called the better angels of our nature. She was a blessing, a great gift of God, and we thank God for permitting us to live in her time.

□ 1715

Mr. MENENDEZ. Mr. Speaker, I yield 3 minutes to the gentleman from New Jersey [Mr. PALLONE], who will be part of a delegation attending Mother Teresa's funeral and has to depart soon.

Mr. PALLONE. Mr. Speaker, I want to say that my colleagues' expressions that I have heard on a bipartisan basis so far this evening have been wonderful, and I think really express the deep sympathy that we share and the lesson I think that we have learned on a bipartisan basis, and, certainly, that all Americans, I believe, have learned from the life of Mother Teresa.

I rise today to honor and remember her. Last week we lost, I believe, one of the world's greatest humanitarian leaders. Her death, which has touched the lives of people all over the world, has prompted an outpouring of grief and mourning worldwide. Just here in Washington, hundreds of flowers have been placed at the foot of the Indian Embassy in her honor.

On September 6, over 2,000 people signed a condolence book at the Indian Embassy, and approximately 5,000 people attended a memorial service at the National Shrine of the Immaculate Conception to mourn her death. As India's Prime Minister Gujral said of her death, "The world is mourning."

This Saturday, on September 13, it has been mentioned that a State funeral is being given for Mother Teresa, the highest honor that the Indian Government can bestow upon an individ-

ual. The First Lady is leading a delegation, which I am honored to join this evening.

While such an elaborate funeral may seem to be somewhat at odds with her teaching and her way of life, the funeral gives the world the opportunity to remember a woman who has always given to others.

Although small in stature, her heart was enormous. Despite receiving a pacemaker in 1989 and plagued by a series of heart attacks, her commitment to the poor and disadvantaged never ceased.

Mr. Speaker, Mother Teresa was much more than a symbol or a figurehead. She lived by example. People from around the world recall stories in which she would tell flight attendants to pack leftovers for needy children and how she asked the Nobel prize organizers to cancel a banquet in her honor and use the money to feed the needy.

The Order of the Missionaries of Charity, which she founded, is established in 120 countries, committed to serving and helping the homeless, the dying, and the hungry.

While she was a Roman Catholic, Mother Teresa respected the religious practices of each of the individuals to whom she attended. She once told a friend when she was accused of converting Hindus to Catholicism, "I do convert. I convert you to become a better Hindu, or a better Muslim, or a better Protestant. When you have found God, it is up to you to do with him what you wish."

Mr. Speaker, we must not forget the work begun by this remarkable woman who saw God in the face of every human being. I am assured, just listening to some of the statements that my colleagues have made today, that her work will not be forgotten, and will be going on for time immemorial.

Mr. BURTON of Indiana. Mr. Speaker, I yield such time as he may consume to my good friend, the gentleman from the great State of New Jersey [Mr. SMITH].

Mr. SMITH of New Jersey. Mr. Speaker, let me just thank the gentleman from Indiana [Mr. BURTON] for his leadership in bringing this very important resolution to the floor, and especially thank the gentleman from Illinois [Mr. HYDE] for those very eloquent remarks spoken a moment ago in remembering Mother Teresa.

Mr. Speaker, as I think we all know, in Matthew's Gospel, the 25th chapter, in speaking about the Last Judgment, Jesus said:

When the Son of Man comes in His glory, escorted by all the angels of heaven, He will sit upon His royal throne and all the nations will be assembled before Him. Then He will separate them into two groups, as a shepherd separates sheep from the goats. The sheep He will place on His right hand, the goats on his left.

The King will say to those on the right, come, you have My Father's blessing! Inherit the kingdom prepared for you from the creation of the world. For I was hungry and you



gave me food. I was thirsty and you gave me drink. I was a stranger and you welcomed me; naked and you clothed me. I was ill and you comforted me, in prison and you came to visit me.

Then the just will ask him: "Lord, when did we see you hungry and feed you or see you thirsty and give you drink? When did we welcome you away from home or clothe you in your nakedness? When did we visit you when you were ill or in prison?"

The King will answer them, "I assure you, as often as you did it for the least of my brethren, you did it for me."

As we all know, Mr. Speaker, Mother Teresa took these words from our Lord, Jesus Christ, literally, in pouring out her heart and her soul for the least of our brethren. Mother Teresa saw the downtrodden and the disenfranchised as Christ himself, and she believed that every act of mercy toward those less fortunate was for the Lord.

That is why she clothed, fed, and housed the sick and dying around the world. That is why she loved what the world considered to be the unlovable. That is why Mother Teresa was the most outspoken woman in the world in the defense of unborn children.

Mr. Speaker, at the 1994 National Prayer Breakfast, Mother Teresa addressed thousands of political leaders, including President Bill Clinton, Vice President GORE, and their wives. Few could listen to Mother Teresa and not be moved to believe that in this very small, frail, humble woman, there stood a powerful messenger, a prophetess, sent by God, to directly speak to a President and a Nation, and, yes, a world that had lost its moral compass.

She said, "Please don't kill the child," she admonished all those assembled, and looked directly at the President of the United States and said, "I want the child. We are fighting abortion with adoption, by care of the mother and adoption of the baby."

Mother Teresa stated, "The greatest destroyer of peace today is abortion, because it is a war against the child, a direct killing of an innocent child."

She then urged all Americans and diplomats to more fully understand the linkage of abortion with other forms of violence, and she said, "Any country that accepts abortion is not teaching its people to love, but to use violence to get what they want." "That is why," to continue the quote, "the greatest destroyer of peace and love is abortion."

Unfortunately, there are those, and this is usually behind closed doors, but there are many who have ridiculed Mother Teresa for doing what is right. Sometimes it comes to the surface. It especially came to the surface after she received her Nobel Peace Prize and spoke so eloquently in defense of the unborn.

I will never forget reading a particular attack against Mother Teresa by William Hamilton, Planned Parenthood Federation of America, one of their top leaders, and he said, and I do not think we should put this under the table, because this is all part of the record.

Mr. Hamilton said on behalf of Planned Parenthood:

Spare us the preachings of Mother Teresa against abortion and the advancement of women. Allow us to cling to the romantic notion of a tiny 74-year-old woman doing good work in the slums of Calcutta, and not think about the destructive views that she represents.

According to Mr. Hamilton and Planned Parenthood, Mother Teresa's belief that abortion kills children and is anti-child, her belief that every child is precious and sacred and made in the image and likeness of God, is somehow destructive. Some can smirk when you say that, but that is what she would say. We need to defend these little innocent children.

As I am sure Mother Teresa would agree, it is Planned Parenthood's agenda of aborting over 230,000 little babies in this country every year, and countless more abroad, that is what is destructive.

Upon receiving her Nobel peace prize in 1979, Mother Teresa characterized abortion as the worst evil in the world because of its violence.

Undoubtedly, Mother Teresa's defense of the right to life of every human being, whether it is the child yet to be born, or the life of the poor whom she met in the streets of Calcutta, Rome, or anywhere else in the world, kept her focus on the work which she was chosen for by God.

I think by now we all know by way of background that Mother Teresa was born one of three children of an Albanian builder on August 27, 1910, in Macedonia. At the age of 18, she joined the Loreto Sisters, and soon thereafter, on January 6, 1929, arrived in Calcutta, India, to teach at a school for girls.

On September 10, 1946, on a train ride to Darjeeling, where she was to go on retreat to recover from a suspected bout of tuberculosis, she received her calling from God to care for the sick and the dying, the hungry, the naked, the unborn, and the homeless, to be God's love in action. And that was the beginning of the Missionaries of Charity.

In 1952, Mother Teresa and her Missionaries of Charity began the work for which they have been noted ever since, opening the first Home for the Dying in the city of Calcutta.

The Missionaries of Charity grew from 12 to thousands, reported to be over 5,000 nuns by 1997, in over 450 centers being run around the world. Mother Teresa created many homes for the dying and unwanted, from Calcutta, to New York, to Albania.

She is one of the pioneers of establishing homes for AIDS victims, and for more than 45 years she has comforted the poor, the unwanted, especially speaking out on behalf of babies yet unborn.

In closing, as we continue to fight for, and this is a worldwide struggle, the plight of the so-called throwaways, the unwanted, the unborn, the poor, the dying, those who are "inconven-

ient" and others in the world's needy, the words of Mother Teresa should ring in our ears.

She said, "At the end of our lives we will not be judged by how many diplomas we received, how much money we made, or how many great things we may have done or think we have done. We will be judged by 'I was hungry and you gave me to eat, I was naked and you clothed me, I was homeless and you took me in,' our Lord's words.

"Hungry, not only for bread, but hungry for love. Naked, not only for clothing, but naked for human dignity and respect. Homeless, not only for the want of a row of bricks, but homeless because of rejection."

Mr. Speaker, this resolution puts us on record and says that we care about this great woman, and, hopefully, her words, her life, will enlighten all of us as we go about the people's business in this body.

Mr. Speaker, in a parable about the Last Judgment, as recorded in the 25th chapter of Matthew's Gospel, Jesus said:

When the Son of Man comes in his glory, escorted by all the angels of heaven, he will sit upon his royal throne, and all the nations will be assembled before him. Then he will separate them into two groups, as a shepherd separates sheep from goats. The sheep he will place on his right hand, the goats on his left. The king will say to those on his right: "Come. You have my Father's blessing! Inherit the kingdom prepared for you from the creation of the world. For I was hungry and you gave me food, I was thirsty and you gave me drink. I was a stranger and you welcomed me, naked and you clothed me. I was ill and you comforted me, in prison and you came to visit me." Then the just will ask him: "Lord, when did we see you hungry and feed you or see you thirsty and give you drink? When did we welcome you away from home or clothe you in your nakedness? When did we visit you when you were ill or in prison?" The king will answer them: "I assure you, as often as you did it for the least of my brethren, you did it for me."

As we all know, Mother Teresa took these words from Our Lord Jesus Christ literally in pouring out her heart and soul for the "least of our brethren." Mother Teresa saw the downtrodden and disenfranchised as Christ Himself and she believed that every act of mercy toward those less fortunate was for the Lord. That's why she clothed, fed, and housed the sick and dying around the world. That's why she loved what the world considered the unlovable. That's why Mother Teresa was outspoken in her defense of unborn children.

At the 1994 National Prayer Breakfast, Mother Teresa addressed thousands of political leaders, including President Bill Clinton, Vice President GORE, and their wives. Few could listen to Mother Teresa and not be moved to believe that—in this small, frail, humble woman—there stood a powerful messenger, a prophetess, sent by God, to directly speak to a President and nation that lost its moral compass.

"Please don't kill the child," Mother Teresa admonished, looking directly at the President of the United States. "I want the child," she went on to say, looking directly at the abortion President. ". . . We are fighting abortion with adoption, by care of the mother and adoption of the baby. . . ."

Mother Teresa further stated that "the greatest destroyer of peace today is abortion, because it is a war against the child, a direct killing of an innocent child . . ." She then urged all Americans and diplomats to more fully understand the linkage of abortion with other forms of violence: "Any country that accepts abortion is not teaching its people to love, but to use violence to get what they want. This is why the greatest destroyer of love and peace is abortion."

Unfortunately, there are those who could only ridicule and demean Mother Teresa for doing what is right. I will never forget reading the attack on Mother Teresa by William W. Hamilton, Jr. of Planned Parenthood Federation America in 1985. (Washington Post, June 29, 1985, p. A21). The top Planned Parenthood official stated:

. . . [S]pare us the preachings of Mother Teresa against abortion and the advancement of women. . . . Allow us to cling to the romantic notion of a tiny, (woman) . . . doing good work in the slums in Calcutta and not think about the destructive views she represents.

According to Mr. Hamilton and Planned Parenthood, Mother Teresa's belief that abortion kills children and is antichild and that children are precious, sacred, and made in the image and likeness of God, is somehow—destructive. As I am sure Mother Teresa would agree, it is Planned Parenthood's agenda of aborting over 230,000 children a year in the United States alone and countless move abroad which is destructive. Upon receiving her Noble Peace Prize in 1979 Mother Teresa did what was probably incorrect and characterized abortion as the worst evil in the world.

Undoubtedly, Mother Teresa's defense of the right to life for every human being—whether the life of a child yet to be born or the life of the poor whom she met in the streets of Calcutta, Rome, or anywhere else in the world—kept her focused on the work which was chosen for by God.

Mother Teresa was born Agnes Gonxha Bojaxhiu, the youngest of three children of an Albanian builder, on August 27, 1910 in Skopje, Macedonia. At the age of 18, she joined the Loretto Sisters and soon after, on January 6, 1929, arrived in Calcutta, India, to teach at a school for girls. On September 10, 1946, on a train ride to Darjeeling where she was to go on retreat to recover from suspected tuberculosis, Mother Teresa received her calling from God to care for the sick and the dying, the hungry, the naked, the unborn, the homeless—to be God's Love in action to the poorest of the poor. That was the beginning of the Missionaries of Charity.

In 1952 Mother Teresa and her Missionaries of Charity began the work for which they have been noted ever since, opening the first Home for the Dying in the City of Calcutta. The Missionaries of Charity grew from 12 to thousands—reported to be over 5,000 nuns in 1997—in over 450 centers being run in 125 countries. Mother Teresa created many homes for the dying and unwanted from Calcutta to New York to Albania. She was one of the pioneers of establishing homes for AIDS victims. For more than 45 years, Mother Teresa comforted the poor, the dying, and the so called unwanted around the world.

In closing, as we continue to consider the plight of the unborn, the poor, the dying, and the world's needy, these words of Mother Te-

resa should remain in the forefront of our minds:

At the end of our lives, we will not be judged by how many diplomas we have received, how much money we have made or how many great things we have done. We will be judged by "I was hungry and you gave me to eat. I was naked and you clothed me. I was homeless and you took me in."

Hungry not only for bread—but hungry for love. Naked not only for clothing—but naked for human dignity and respect.

Homeless not only for want of a row of bricks—but homeless because of rejection. This is Christ in distressing disguise.

Mr. MENENDEZ. Mr. Speaker, I yield 3 minutes to the gentleman from Illinois, [Mr. DAVIS].

Mr. DAVIS of Illinois. Mr. Speaker, first of all, let me thank the gentleman from New Jersey for yielding me time.

Mr. Speaker, I rise today to pay tribute to one of the world's finest humanitarians, Mother Teresa of Calcutta, India.

Mother Teresa departed this life Friday, September 5, 1997, at the age of 87. She leaves behind a committed life of service to mankind. Her legacy has been appropriately quoted in newspapers as the "Saint of Gutters."

She came to my district. She came to St. Malachy's Catholic Church. She came to the west side of Chicago. She dared to be different and championed the causes of the poor. She could be found in the most destitute areas on the planet, trying to aid the sick and heal the brokenhearted.

Her mission and ministry was clear, and that was to do God's will, no matter what the cost.

She was a tiny woman, but she had enormous inspiration. She founded a religious order called the Missionaries of Charity. Beginning with one single convent, almost five decades ago, and now she leaves behind hundreds of religious centers and convents on six continents.

Yes, she won a Nobel Peace Prize and countless other awards, but the prize she sought after most was to uplift the poor. In the poor, afflicted and rejected, she saw God, but, more importantly, she saw an opportunity to be a blessing and to make a difference. She had an uncanny ability to be in the midst of the destitute and still have joy and hope.

Someone once asked St. Francis what a person needed to do to please God. He answered, "Preach the Gospel every day, and, if necessary, use words."

Mother Teresa lived just that sort of life. She is a living reminder to all of us that faith is more than just words. It is the good deeds that we do in this world. The millions of lives she touched through her ministry made this world a much better place.

Mother Teresa, yes, has left; but the bright light and legacy that she leaves behind must continue. The challenge for us today is clear: We must continue the work of reaching out to help the poorest of the poor. Our Damascus road lies just before us. And the question is,

will we, like Mother Teresa, assume the role of the good samaritan?

Mrs. NORTHUP. Mr. Speaker, I rise today to honor and express my admiration for the life and work of Mother Teresa.

Mother Teresa's acts of compassion transcended religious, cultural, and national boundaries. Her lifelong devotion to the poor, sick, and downtrodden served as an inspiration not only to those of us in the Catholic community, but to members of all faiths. Pope John Paul II remarked upon her death that

Mother Teresa marked the history of our century. She courageously defended life; she served all human beings by promoting their dignity and respect; and made those who had been defeated by life feel the tenderness of God.

Mother Teresa taught by example the true meaning of service to mankind. Although she achieved widespread praise and recognition for her efforts, she was not comfortable in the spotlight. In fact, it seems that as her celebrity status increased, so did her commitment to serve her fellow man. She served as a role model by pulling us toward the higher purposes in life—doing what is right and good.

Mother Teresa had only a very small step to take from her life on earth to the afterlife. She has accurately been called a living saint, and an angel on earth. Mr. Speaker, we have lost one of history's truly outstanding people. As French President Jacques Chirac remarked upon her death, "this evening, there is less love, less compassion, less light in the world."

Mr. ROEMER. Mr. Speaker, it was with great sadness that I learned of the passing of one of the most remarkable women to ever grace our planet, Mother Teresa of Calcutta.

Mother Teresa dedicated her life to serving the poor, the destitute, and the most helpless among us. In so doing, she set an example for all people of the world to live by. She demonstrated that love and kindness and hope are far greater rewards than any material goals. Her selfless dedication to humanity and charity will never be forgotten. She devoted her life to those with less—the helpless and the homeless. She did not hesitate to visit a slum or leper colony. She truly lived Jesus Christ's proclamation in the Bible: "What you do to the least of us you do unto me."

I feel so fortunate to have had the opportunity to hear Mother Teresa speak twice in my lifetime: once at the congressional prayer breakfast in 1995 and most recently at the award ceremony where she was presented with the Congressional Gold Medal. Listening to her speak, listening to her conviction, her dedication to the poor, I truly believed I was in the presence of a saint. She was humble and modest, but strongly committed to the poor, the unborn, and the hungry.

Mother Teresa's work will carry on through the Missionaries of Charity which she founded, but she will be missed. I admired her greatly and pray that she, in her infinite faith, is joyfully reunited with her God.

□ 1730

Mr. MENENDEZ. Mr. Speaker, I have no further requests for time, and I yield back the balance of my time.

Mr. BURTON of Indiana. Mr. Speaker, I thank my colleague for his participation, and all of my colleagues, and I yield back the balance of my time.

The SPEAKER pro tempore (Mr. BOEHNER). Pursuant to the previous order of the House, the resolution is considered as adopted.

A motion to reconsider was laid on the table.

#### SPECIAL ORDERS

The SPEAKER pro tempore. Under the Speaker's announced policy of January 7, 1997, and under a previous order of the House, the following Members will be recognized for 5 minutes each.

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from North Carolina [Mr. JONES] is recognized for 5 minutes.

[Mr. JONES addressed the House. His remarks will appear hereafter in the Extensions of Remarks.]

#### CONGRESSWOMAN SHEILA JACKSON-LEE SALUTES THE ENSEMBLE THEATRE WHICH CELEBRATES ITS NEW FACILITY WITH GRAND OPENING GALAS

The SPEAKER pro tempore. Under a previous order of the House, the gentlewoman from Texas [Ms. JACKSON-LEE] is recognized for 5 minutes.

Ms. JACKSON-LEE of Texas. Mr. Speaker, I would like to take a moment to recognize and salute the grand opening of the Ensemble Theatre in Houston, TX. Today, Friday, September 12, kicks-off The Grand Opening Galas, a weekend of performances, receptions, and entertainment that will be inspiring and fun for the entire community. As a long-standing supporter of the Ensemble Theatre, it brings me great pleasure to honor the theatre today.

The Ensemble Theatre is the oldest and most distinguished professional theatre in the Southwest devoted to the African-American experience. Founded in 1976 by the late George Hawkins, this nonprofit organization was established to preserve African-American artistic expression. Out of a sense of frustration with the limited number of theatre opportunities for blacks, Hawkins used his own financial resources to found the theatre. He assembled a group of black artists dedicated to producing and presenting theatre to Houston's black community. Today, I rise to share and build upon his important legacy.

In the grandest of styles and with pomp and pageantry that will include Houston's community and civic leaders, the Theatre opens the doors today to its new facility. Indeed, I am pleased to be associated with a campaign that began in 1993 to raise funds for the new facility. Nearly \$4 million has been generously donated by 20 foundations, 35 corporations, and 150 individuals, as well as the great city of Houston and the National Endowment for the Arts, headed by Jane Alexander.

As the U.S. Representative of the 18th Congressional District in which the Ensemble sits, I am proud to commend this artistic jewel reflecting African-American lifestyles on good theatre for all of Houston. I look forward to bringing Jane Alexander to Houston to showcase this great House of theatre so that all the world will know of one of our prized possession in the midst of Houston's great art institutions. Congratulation to all the Ensemble Family.

#### THE NEW WORLD MINE

The SPEAKER pro tempore. Under a previous order of the House, the gentleman from Montana [Mr. HILL] is recognized for 5 minutes.

Mr. HILL. Mr. Speaker, this afternoon I want to visit for a few minutes with my colleagues, about a matter that is referred to as the New World Mine. Members may be aware of or have heard about this.

The President asked for \$65 million to be inserted in the Interior budget under the Land and Water Conservation Fund for the purposes of executing an agreement that he entered into on August 12, 1996. This was an agreement that was negotiated in secret. It was negotiated behind closed doors with representatives of the White House, representatives of an environmental group, and representatives of a mining company.

What it basically called for is the exchange of 65 million dollars worth of public land in Montana in exchange for the rights to mine a project called the New World Mine, which is located about 3 miles northeast of Yellowstone Park.

This caused quite an uproar, Mr. Speaker, in Montana, because the people of Montana did not take kindly that the President of the United States would be giving away 65 million dollars worth of the public land in Montana. Sportsmen's groups, environmental groups, and just ordinary citizens who are very used, to and accustomed to, using the public lands became very disturbed.

So the President then decided that he had to come up with another alternative, so he proposed taking \$65 million out of the Conservation Reserve Program. I would remind my colleagues that the Conservation Reserve Program is a program that takes environmentally sensitive lands out of production and puts them into grasses, and is very popular among the environmental community and the sportsmen's community, and has helped the farm communities in many parts of the drier parts of the West. Again, this group expressed outrage, because those are very valuable programs.

So finally the President came to the Congress and said, give me a blank check. Let me execute this arrangement. The House of Representatives, Mr. Speaker, said no. It said no because the President's plan is fatally flawed. I would like to explain to my colleagues why that is. It is fatally flawed for two primary reasons.

First, the President decided to ignore two very important parties. One of those parties is the State of Montana. The other party is a woman and her name is Margaret Reeb. Who is Margaret Reeb? It turns out that Margaret Reeb is the individual who owns the mineral interests that this group of people met together and decided to sell out.

Mr. Speaker, if I could liken this to an example, it would be like having

your neighbor come to you and say, you know, someone came to me and offered me a lot of money to buy my house, but they said, I will not buy your house unless I can get your neighbor's house, too, so your neighbor sold your house from underneath you. That is basically what happened, because Margaret Reeb was never contacted, she was never consulted, and she never made any agreements.

I will to enter into the RECORD, Mr. Speaker, a copy of an article, a story in Time, May 12, 1997. In it Margaret Reeb says she is not going to play ball with the President. She says, "I knew nothing about" the negotiations. "When I finally got a copy of the agreement, I practically went into shock." Had any of the parties approached her, she said, she would have informed them, well, I am not interested in selling my property.

At the end of the day, she says, she does not give a damn whether or not the thing gets mined, she just wants to keep her property. There is a concern with that, because according to this article, Kathy McGinty, the chairwoman of the White House Council on Environmental Quality, says ominously, "There are other ways for us to arrange this agreement," suggesting they could leave Margaret Reeb's real estate an island in a sea of Government property that would have no value.

So the secret deal, made behind closed doors, left out the public. There were no hearings. The President had no authority and, certainly, no appropriation. Even more important, Mr. Speaker, is, it interrupted what we call the NEPA process, the National Environmental Policy Act process.

There was an environmental impact statement that was in the process. The White House says the environmental impact statement was not near completion, but I want my colleagues to look here, because I have a copy of the draft, copy of the environmental impact statement, which I will not ask to be put in the RECORD, but it was near completion. That environmental impact statement addressed the environmental concerns this mine might have represented.

Why did the President announce on August 12, 1996, this deal, when he did not have the property owner even on board? It turns out, Mr. Speaker, that August 12, 1996, was the first day of the Republican National Convention. The President used this opportunity to upstage the convention.

I am not opposed to it because of that; I am opposed to it because it is a wrong deal. The deal is wrong. The deal seeks to steal Margaret Reeb's property, and it seeks to hurt the State of Montana. GAO says the impacts would be that Montana would lose 321 direct jobs, 145 indirect jobs, and about 100 million dollars worth of tax revenues, should this mine go forward.

Mr. Speaker, I have offered an alternative plan, a plan that will protect Margaret Reeb's property rights and

protect the taxpayers of Montana, and I urge my colleagues to become familiar with it.

Mr. Speaker, I include for the RECORD the following article.

The material referred to is as follows:

[From Time, May 12, 1997]

NOBODY ASKED HER

A VERY HUMAN, VERY STUBBORN GLITCH IN THE  
YELLOWSTONE GOLD-MINING DEAL

(By Patrick Dawson)

Margaret Reeb is somewhere in her 80's. In her Livingston, Mont., sitting room stands an ancient upright piano. On a wall hangs a photograph of Reeb and a smiling Eleanor Roosevelt. The topic of her verse—the mountain's beauty, the nobility of the pioneer gold miners who wrested their destinies from it—is a variation on an old frontier theme. Were she merely a wistful ex-schoolteacher, one could dismiss Reeb as a member of a familiar but vanishing species: the Western romantic.

But as things stand, it would be imprudent. Because Reeb, although she did teach school for decades, does not merely admire the forget-me-nots on the sides of Montana's Henderson Mountain; she owns the rights to millions of dollars in gold ore lying somewhere beneath it. Ore that President Clinton vowed publicly would never be mined. But about which he may have spoken too soon. For Margaret Reeb is not simply the eccentric heroine in her own romantic western. A bona-fide scion of the mining heroes she celebrates, she has the financial leverage to throw a shudder into the massive federal machinery she believes would grind up their dream.

It has been nine months since Clinton played federal marshal in the Great Yellowstone Mine Shootout. The dispute began in the late 1980s as new techniques for locating pay dirt suddenly turned old claims on Henderson into a \$1 billion lode of extractable ore. The glitch was that the peak is a scant 2.5 miles upstream from Yellowstone National Park. Environmental groups, warning that a megamine would poison the park's ecosystem, threatened massive lawsuits against Crown Butte, the company planning a round-the-clock extraction effort. Then the Administration stepped in, and after months of secret talks, Crown Butte agreed to swap the mine for \$65 million worth of government holdings elsewhere. Clinton was able to upstage the first day of the Republican Convention last August by posing in a beautiful alpine meadow flanked by an environmentalist and a mining executive, announcing that "Yellowstone is more precious than gold."

But a key figure was absent from that photo op. Margaret Reeb spent the summers of her girlhood on Henderson's slopes, where her father supervised a mine. Her family has owned claims in the district for over a century. "It was gold seekers who settled the West," she notes crisply. "They built the churches; they built the towns." Her purchase of dozens of nonproducing Henderson claims over 50 years probably struck some as more sentimental than savvy. But now her holdings, on lease to Crown Butte, constitute at least 40% of its goldfield—a portion so large that the pact is specifically contingent on her selling her rights to the company so that they can be part of the exchange.

But Reeb will not play ball. "I knew nothing about the negotiations," she claims. "And when I finally got a copy of the agreement, I practically went into shock." Had any of the parties approached her, she says, she would have informed them, "Well, I'm not interested in selling my property." In part the stance is just age-old miner's shrewdness: Don't sell your stake unless it's

running out. But her rebuff also reflects a century of skirmishing between Western miners and the feds: "We Montanans feel pretty strongly about our love of the land," she says. "It is not American to be trying to wipe out selective private property."

The head of Crown Butte's new corporate parent has come calling at least twice since August, entreating her cooperation. But Reeb does not seem receptive to his blandishments. David Rovig, a former Crown Butte head who spent years talking her into leasing her claims to the company, doubts she will sell. "At the end of the day," he says, "Margaret doesn't give a damn whether the thing gets mined or not. She wants her property."

That may be all she ends up with. Katie McGinty, the chairwoman of the White House Council on Environmental Quality, says ominously, "There are other ways for us to arrange this agreement." One might involve Crown Butte's swapping only the land it owns, leaving Reeb's real estate an island in a sea of government property. Although her underground holdings are vast, her actual surface lot may be too small to accommodate a large-scale extraction operation.

Meanwhile, other problems have come up. Since signing the agreement, the Administration has not found any politically acceptable properties for a swap. It may have to try to pry \$65 million out of a Republican Congress through deferred agricultural subsidies. By comparison, Margaret Reeb could come to seem a pushover.

#### PROTECTING AMERICA'S PATENT RIGHTS

The SPEAKER pro tempore. Under the Speaker's announced policy of January 7, 1997, the gentleman from California [Mr. ROHRBACHER] is recognized for 60 minutes as the designee of the majority leader.

Mr. ROHRBACHER. Mr. Speaker, I yield to the gentleman from Michigan [Mr. SMITH].

OUR SOCIAL SECURITY SYSTEM IS GOING BROKE

Mr. SMITH of Michigan. I thank the gentleman for yielding to me, Mr. Speaker.

I want to talk straightforwardly about what I think is one of the greatest problems facing this country, and that is the fact that Social Security is going broke. Mr. Speaker, we are now looking at a situation where there is going to be less money coming in from the taxes charged to workers than the amount of the dollars going out in benefit payments.

When we started this program in 1935, it was started as a pay-as-you-go program that cannot be sustained. It was started as a program charging workers a 1-percent tax, and then paying a very meager, a very small benefit to retirees once they reached the age of 65. However, most retirees at that time did not reach the age of 65. The average age of death in 1935 was 61 years old. That meant that most people never got any Social Security benefits, but simply paid into it.

We have now developed, with this pay-as-you-go problem, where we have constantly solved the shortage of funds to pay benefits by increasing taxes. So what we have done, since 1971, we have increased the taxes, Social Security

taxes, on workers 36 times, more often than once a year. We are going to end up with generational warfare. We cannot continue to make workers today pay more and more money in to pay for the benefits of existing retirees.

When I go to my town hall meetings in Jackson and Battle Creek and in Hillsdale and Adrian, people say, look, if you would keep the Government's cotton-picking hands out of the money in the trust fund, we would be all right. But let me tell the Members how much money is in that trust fund, and how long it would last. The trust fund only uses the surpluses coming in in Social Security taxes. In other words, when there is money left over after benefits are paid out, then it goes into the trust fund.

Now the trust fund has roughly \$600 billion of IOU's. Even if the Government came up with the money to pay back that \$600 billion, it would not last 2 years. It would last less than 2 years. So that is not the solution, but it is part of the solution.

I think what we have to face up to is that this is a tremendous political challenge. There are only two ways, or a combination of the two, to save Social Security and keep it solvent. That is to increase the revenues coming in, or reduce the benefits going out. The longer we delay, the longer we put off coming up with a solution, the more drastic that solution is going to be.

Dorcas Hardy, a former Commissioner for Social Security, estimates that we are going to have less money than is needed to pay benefits, as early as 2005. The official date according to the actuary at the Social Security Administration is probably going to be closer to 2011 or 2012, but it is still a huge problem.

When we started back in the 1940's, what we had is 42 people working, paying in their Social Security taxes, to come up with the money for each retiree. By 1950, we got down to 17 workers working and paying in their taxes to support each retiree. Today, Mr. Speaker, guess how many people are working today, paying in their taxes, to support each retiree? Three. The estimate now is that by 2027 there will only be two workers working and paying in their taxes to support each retiree. There need to be some changes. We need to face up to it.

It should not be a commission. We have had many commissions. Ned Gramlich, who I have known for years, from the University of Michigan, of course led the President's effort 2 years ago with his commission, looking at what we should do with Social Security. They could not agree. A majority of that commission could not agree on any one solution, so what they brought back was three different solutions.

I asked Ned when we were in a Social Security forum together if he thought it was reasonable to appoint yet another commission, and he rolled his eyes back and said, absolutely not. We

have had that. We have had Ned's commission, we have had the Kerrey commission, we have had White House studies, we have had congressional studies. What we need to do is have a Congress that is willing to face up to a very serious problem, and come up with some solutions that are going to keep Social Security solvent.

When I first came to Congress 4½ years ago I introduced legislation, a Social Security bill, to help keep Social Security solvent. Last year after working for a couple of years trying to refine a long-lasting solution, I introduced another bill. That bill and the bill that we will be introducing in the next several weeks did not affect existing retirees. In fact, it did not affect anybody over 58 years old. But it made a lot of modest changes, plus what we are doing in that legislation is allowing workers of this country to start their own personal retirement savings accounts, and gain from that personal ownership.

Unlike today's fixed pay-outs for Social Security, if you happen to die before you reach the retirement age, you do not get anything. Under the personal retirement savings concept, that is your money. It is your account. It becomes part of your estate. It is what we need to move ahead on.

One reason that all three proposals produced by Ned Gramlich's and the Social Security commission said that privatization and private investment has to be part of the solution is because Social Security is not even hardly breaking even today. The money that is actually paid on these IOU's in the Social Security trust fund only brings in a real return of 2.3 percent.

□ 1745

And when you look at index bonds or index stocks for a long time, for the last 50 years, they have averaged 8.5 percent or the potential of bringing in much more money. Opening the doors to private investment as part of the solution is reasonable and we have to proceed with it. Countries around the world are leading the United States.

Mr. Speaker, in conclusion, I think there are many legislators that are very nervous about the fact that senior groups are very strong politically, and many senior groups are very nervous that some of their benefits are going to be taken away. But more and more senior groups today realize that something needs to be done with Social Security if we are going to keep it solvent. My bill is the only bill that has been introduced in the House that keeps Social Security solvent for the next 75 years.

Mr. Speaker, I ask my colleagues to join me in studying this and trying to perfect it. But it is an idea. We need to move ahead. We need to figure out improvements for this kind of legislation so that we can solve one of the huge problems facing this country.

Mr. Speaker, I thank the gentleman from California [Mr. ROHRBACHER] very much for yielding.

The SPEAKER pro tempore. The gentleman from California [Mr. ROHRBACHER] is recognized for the remaining 50 minutes.

Mr. ROHRBACHER. Mr. Speaker, I am excited today to call the attention of my colleagues to an event of awesome importance that happened today at the Massachusetts Institute of Technology. It concerns an issue that is in the process of being decided by Congress that will determine our country's prosperity, our country's security, and will determine whether or not the American people can maintain their high standard of living, their high level of standard of living as compared to the rest of the world and our competitors in the world who would drag us down.

The event at MIT was a forceful communication on the part of 26 American Nobel Prize winners. These renowned economists and scientists signed an open letter to the U.S. Congress. These are the ultimate source of expertise that could possibly be called upon to advise our neophytes in Congress in making the decisions that will determine the future of our country and the well-being of our people.

Mr. Speaker, what did these 26 pre-eminent American scholars, these Nobel laureates want to tell us? What is such a threat that the likes of Paul Samuelson and Milton Friedman, Nobel Prize winning economists, one a liberal and one a conservative, would join forces to alert our country in?

These 26 Nobel Prize winners are pleading with Congress to defeat the effort to dramatically change the patent law that has served our country well since the founding of our Republic. Most Americans are unaware that we have had the strongest patent protection system in the world since the founding of our country. It was written right into our Constitution. It was the commitment of Jefferson and Franklin and other heroes of freedom and the champions of the rights of the common man that made sure that this patent protection was written into our Constitution.

Mr. Speaker, it has been this protection that ensured our country and ensured our country the prosperity and progress that we have enjoyed and ensured our people that we would be a country that would be the bastion of human progress and they would enjoy the fruits of that progress, and that our country would be the laboratory of free thought and entrepreneurialism and innovation that would foster the aspirations of people like Alexander Graham Bell, Thomas Edison, the Wright brothers and so many others.

It is a powerful force, this protection of law for technology innovation in our country, that elevated the standard of living of our people and secured our Nation from war and aggression.

Mr. Speaker, we were a different kind of country. That is what Thomas Jefferson, Benjamin Franklin, and others foresaw. We would not be dragged into

war and the common man would live with rights guaranteed by law that the common people all over the world were denied, that these freedoms and these protections would afford us a higher standard of living and afford us the ability to live in peace. Peace and progress.

Mr. Speaker, we have had the strongest patent protection, as well as the other protection for all other rights, of any country in the world. Now we discover a quiet but determined effort to dramatically change it. This is what has caught the attention of our Nobel laureates.

Mr. Speaker, not a minor change. It is a change in the fundamental laws that have protected us for over 200 years. We literally as Americans have taken this legal protection for granted. Perhaps one out of a thousand Americans fully understand that this has had something to do with the standard of living our people have enjoyed, and that their own happiness and their own success in their own life might be traced back to this legal protection of technological development in our country.

What 26 of America's greatest thinkers are warning us about is a bill that is going through the Senate, S. 507, the so-called patent reform bill. According to the Nobel laureates this bill, quote, "Could result in lasting harm to the United States and the world." They point out that it, "will prove very damaging to American small inventors" and that was by, I quote again, "curtailing the protection they obtain by patents relative to large multinational corporations."

Mr. Speaker, at the end of my special order I will submit for the RECORD a copy of that letter that these 26 Nobel laureates have sent to the Congress today and affixed their signatures at MIT today.

Mr. Speaker, in their press conference today, the Nobel laureates spoke bluntly so their warning could not be misunderstood and could not be downplayed. I quote, "It would create total chaos and it is conducive to fraud and deceit," says Harvard economist Dudley Herschbach, who won a 1986 Nobel Prize in chemistry, a Harvard professor. "It would facilitate the theft of an inventor's intellectual property rights," end of quote by Mr. Herschbach as well.

America's greatest economic and scientific minds are pleading with us not to make the changes in our law that will diminish the patent protection of the average American. I have heard this pleading before, Mr. Speaker. As this legislation slid through the Subcommittee on Courts and Intellectual Property, the owner of a small solar energy corporation was in my office. And when we looked at the provisions of this bill, his face turned white and then he clenched his fist and he pounded on my desk and he told me, "Mr. Congressman, if they change the patent law in this way," and this is a

man who owns a small company that is innovative and bringing about new changes in technology dealing with solar energy, something that will determine who will be able to be in a dominant position for providing energy on this planet 100 years from now or maybe even 50 years from now. This man was pounding on my desk:

Congressman, if they change the laws in this way, it will mean that my Japanese adversaries will be able to steal all of my research and use it against me, and they will put me out of business. They will use the profit from my own technological developments to put me out of business.

That is what he told me.

Mr. Speaker, he was pleading with me to please inform my colleagues of the threat that this held to our economy. Then a few months ago, an entrepreneur in California who was aware of the debate then going on in Congress about this bill called me. This is a man who also runs a small company. This company specializes in the killing of bugs in an environmentally safe way. His company is now developing a whole new system of killing termites and bugs that eat up the food of mankind and eat up our houses and destroy property. He has developed a whole new method of doing this without the use of chemicals that would be totally environmentally safe.

Mr. Speaker, this man told me that he was frightened because his patent had not been issued and if this bill passed, he was afraid that again his adversaries would have the information available from research that he had financed and that they would put him out of business using his own technology against him, that they would be able to capitalize with stolen information; that he would not be able to capitalize until the patent was issued, and he had that in his hand to go to give people to invest in his company.

Then, more recently, I spoke with a constituent who wanted to know what I was doing in Congress. Mr. Speaker, I told him about the patent fight. He told me that he had been waiting for over 2 years for a patent and he described to me a unique way, and I cannot go into detail, of course, but a unique way of protecting the public against tainted meat.

He told me that if the patent reform, the changes that they were trying to put through in the Senate and they put forward in a bill here on the House floor, would go into law, that it would bankrupt him and that obviously people overseas and elsewhere would be copying his idea and he would never be able to compete with the big guys, because they would have all of his information before he was in production.

It was a heart rending thing for me to hear this, because what we have is we have just these three examples. Someone who is developing new solar technologies to try to make the world better. This man who has solar technology, it is a company in Ohio, claims that his changes will revolutionize en-

ergy production in the United States and throughout the world. But this could make it totally environmentally safe to produce electricity. Yet, he knows that that will be taken from him if the changes that are being suggested in our patent law would go into effect.

Mr. Speaker, we have someone who basically is trying to change the way that we kill bugs so that we do not have to poison our soil, which eventually becomes part of our body as we eat the food from the food chain, or to put poisons and chemicals into our homes so that our elderly and our little babies have such adverse effects from the chemicals we need just to kill the bugs in our own houses. He has a new way of doing that, but he knows if we change the patent law he is going to be left out.

Then we have, here on the heels of the E. coli catastrophe in which people lost their lives, a man who has a new way so that every housewife, every person who runs a restaurant will know whether or not, in a very cheap way, whether or not meat they are eating is tainted.

Mr. Speaker, these people will not continue to make these innovations that have changed our lives in the past. These individuals I am discussing right now, they will not continue to come forward with their new ideas if we make them vulnerable to their foreign and domestic predators who would take away from them everything that they have earned with their creativity, in their investment of their time, and their skill and their energy.

The spring of human progress will run dry if we take it for granted and if we change our laws so that people like this, the innovators of our society, can be robbed.

Mr. Speaker, now, what are these changes that I am talking about? The American people who have not heard about these proposals will be shocked to find out, because it must be pretty bad since we have 26 Nobel laureates who are pleading with us. We have had entrepreneurs pleading with us not to do this, and yet there is huge support in the Congress for this because there is an army of lobbyists representing special interests trying to get these changes put into law and the changes made in the fundamental law that have protected our citizens.

What are these changes? Who will win and who will lose by this legislative maneuver that is going on as we speak?

□ 1800

Well, it was 3 years ago when I discovered that Bruce Lehman, the head of our U.S. Patent Office, had quietly gone to Japan and signed an agreement to harmonize America's patent law with that of Japan.

Let me make that clear. Bruce Lehman, the head of our Patent Office, signed an agreement, we have a copy of that agreement, it has been in the CON-

GRESSIONAL RECORD several times, that would harmonize, commit us to harmonize America's patent law with that of Japan's.

The very existence of this agreement that had basically been kept from the public was frightening enough. The details of this giveaway of American legal protections was beyond anything that I could ever have predicted could ever even exist until I saw it for myself. I saw this agreement.

I said, no, this is a Pearl Harbor in slow motion. This is a person signing away the rights of the American people and getting almost nothing in return. And I discounted it until I actually found evidence that there were already legislative maneuvers taking place to implement this hushed agreement with Japan. Of course, during the debate on the patent issue, over and over and over again, I have stated about the agreement with Japan as being the primary motivating force for the changes that are being proposed in our patent law. Never did the opponents, my opponents on this issue, ever address that issue until we forced it on the floor.

Then finally they admitted, well, if you are trying to fulfill international agreements, that is a good enough motive, and then let it slide very quickly. I do not consider that a good answer. I do not consider making an agreement with Japan to change our laws and make our laws like theirs to be something that should be taken lightly.

First and foremost, the agreement made with Japan, yes, would change our patent system, which was the strongest in the world. It is not going to change their system; it is going to change ours. They want change that would make our system, the strongest in the world, so it will mirror the Japanese system which is the weakest in the world.

Thus we have a situation where a fundamental protection for the American people, written into our Constitution, is changed. And people are acting as if that will not change reality, that it will not change the way we live, that it will not change our standard of living, that it will not weaken the middle class or make us less prosperous or make us less secure.

I hate to tell people who are that optimistic, but that is irrational optimism. The fact is, the prosperity we enjoy, the opportunity of the average person in this country, the peace that we have had comes from the fact that we have been technologically superior to our adversaries, both our economic adversaries and our political adversaries and, yes, our military adversaries.

We have been superior to them because we have had the strongest patent protection in the world. And now there is an agreement with the Japanese to make our system exactly like theirs, which is the weakest system in the world.

What happens? What happens in Japan? In Japan they do not invent anything. Twenty-six Nobel laureates



have signed this letter pleading with us not to make these changes in our patent law. Japan does not even have 26 Nobel laureates. They do not have that many Nobel laureates to sign a letter because they have a system that pushes the individual down, that makes sure that you have powerful economic shoguns that beat the little guy down and steal from him, and they have learned in Japan to be submissive.

Well, that is not what America is all about. I am not going to sit by and neither are many of my colleagues, when they have found out about this, and watch these changes be put into place blithely, as if they will not affect the well-being of the American people. They will affect it in a terrible way.

Again, I call this nothing more than a Pearl Harbor in slow motion because if these changes are made and these people are successful, 20 years from now we will have lost our edge and the American people will never know what hit them.

What is the essence that made ours such a strong patent system and provided these benefits? Well, from the very founding of our country, if you applied for a patent and it took you a long time to get that patent, you did not worry about it. Thomas Edison and the rest of them did not worry about it because they knew that no matter how long it took them to be issued that patent, they would have a guaranteed patent term, once it was issued, of 17 years.

They knew they would have that guaranteed patent term. The Wright Brothers knew that. Thomas Edison knew that. Cyrus McCormick knew that. The inventor of the sewing machine, Mr. Singer, knew that. This was something that was guaranteed. It was a guaranteed right of Americans to a patent term of 17 years.

Then we had a right of confidentiality. Everybody knows about that. You have heard of industrial espionage. What we are really talking about is the right of someone who has produced some new technology to own that and that when a patent has been applied for, that American has always had the right from the very beginning of our country to confidentiality. That confidentiality, by the way, has meant up until now that if someone in the Patent Office or someone else got ahold of the information of that patent application and released it to the public or stole it away or gave it to an adversary, that person could be charged criminally. That was a criminal charge to disclose information at the Patent Office.

So until the patent was issued, the person, the inventor, the innovator would know that, be comfortable that that information was not going to get to his enemies.

Third, there was an integrity to the patent once it was issued. In our system, once that patent is issued, it is a property right that is respected and has all the protections of almost every

other property right. It was a solid piece of legal protection.

The Japanese system was different in each and every one of these ways. There was no guaranteed patent term. The minute someone applies for a patent under the Japanese system, the clock is ticking, not against the bureaucracy or the adversaries, but it is ticking against the inventor. And 20 years later, even if the patent has never been issued, that patent applicant loses all rights, all rights to any rewards from his invention and his new patent application.

Second, under the Japanese system, unlike our system, there is no right of confidentiality. After 18 months in Japan, an inventor applies for a patent and, after 18 months, it is published so that all the big guys can see what that guy is doing. They can come down and surround that little guy, and they can force him, through legal actions, both above the board and under the board, to give up that new innovation so that they can take the benefits for themselves.

Again, people in Japan never invent anything; of course, they do not. Just like if we let people steal the crops from our farmers and that would have been the way we lived, that the farmers always had all their crops stolen, pretty soon there would not be many farmers trying to grow crops anymore. Why should they?

Of course, in Japan, once a patent is issued, that patent is only worth about a half or a fourth as much as patents over here because there is what is called reexamination, which is basically saying that their patents lack integrity.

Needless to say, I was shocked when I learned that there was already an effort to implement the secret agreement to make our system like Japan's, because I could not believe it. No one is going to permit this to happen.

Sure, not only is it going to happen, they are trying to make it happen as we speak. This sellout of American patent rights to the Japanese and other American economic adversaries is going on right now. I first discovered the maneuver when I found a small provision snuck into the GATT implementation legislation. You may remember that.

GATT, a few years ago, GATT was brought to this body under fast track. I voted for fast track. I would not do it again. I would not do it again. But I voted for fast track because here is the understanding: The administration can negotiate an important trade deal with the knowledge that when they come here to the House that we will not be able to add or detract little provisions of it, but we have to vote it up or down. We cannot amend it. And in agreement for that, the administration agrees not to put in the implementation legislation anything that is not required by the treaty itself and give us ample time to look at the provisions.

The administration, this administration betrayed the Congress, betrayed

me personally, because I voted for fast track. But I found that they had put into the GATT implementation legislation a provision that was not required by GATT. But what it was required by was this secret, little hushed-up agreement that they made with the Japanese to make our law exactly like the Japanese patent law. It had nothing to do with GATT. It had everything to do with that agreement with the Japanese.

In fact, I asked several times whether that provision would be in the GATT implementation legislation. Several times I was told it was none of my business. Is that not really nice for Members who are elected by the people of the United States to hear from an unelected official, that it is none of our business whether or not something will be included in a major piece of legislation? That provision in the GATT implementation legislation ended the 17-year guaranteed patent term that had been a right of Americans for over 160 years.

Was it a coincidence? Was this a coincidence? No. It was not a coincidence. In fact, you might think this just sort of got in there by mistake. It might be, well, that is not a plan, it is not some sort of maneuver.

Well, darn, if you just take a look at the other things that we have found since GATT passed, you will find that it is not a coincidence at all. In fact, lo and behold, another bill, another bill was passed through this body, and it was another bill that contained the other provisions that were part of the agreement that Bruce Lehman made with the Japanese years ago. What a coincidence.

In the GATT bill, there is the first provision of ending the guaranteed patent term. By the way, every American who hears my voice tonight or reads this in the CONGRESSIONAL RECORD or my colleagues should understand that 5 years ago, Americans had a right, a right to a guaranteed patent term. And they had that right since the founding of our country, and that now has been taken away and people do not even know what that is all about.

They have already had one of their rights taken away, and it is like they do not understand it. But they knew that Members of Congress, of course, would watch out for them and, if that right was important, that we would not have let it go.

No, it was put into the GATT implementation legislation, and we had no choice but either vote for that bill, including that provision, or vote against the entire world trading system. It was a betrayal of those of us who voted for fast track.

Then we find that the skids are greased for another piece of legislation that finishes the job of fulfilling the commitments made by Mr. Lehman to the Japanese. It was part of the Patent Publication Act which last session was put into the hopper, the Patent Publication Act.



But we stopped it in the last session. One of the reasons we were able to stop the Patent Publication Act last session was because it was too blatant. No one thought that anybody would pay attention to DANA ROHRBACHER or anybody else talking about the patent issue. And the very title of the bill demonstrated what that bill did. What did it do?

It demanded, like in Japanese law, after 18 months, if someone applies for a patent after 18 months, whether or not the patent has been issued, that it is going to be published for the entire world to see. This is what the entrepreneurs that I was talking about were pleading with us to save them from. They knew that if all of their innovation and their technological development was made public before their patent was issued, it was an invitation for every thief in the world to come here and steal our technology and use it against us, not only economically but on the battlefield as well.

So this session, this last session of Congress, we were able to stop that. It did not go through. So this session of Congress, it was reintroduced. It was reintroduced in a different name. The new name of the Patent Publication Act, which lets you know exactly what it is all about, they are going to publish all of our secret information, the new name of this bill is now the 21st Century Patent Reform Act.

Oh, my goodness, the Patent Reform Act has replaced the Patent Publication Act. I do not think this fools anybody. I think it is pretty crass for them to change the name of the legislation like this in order to cover up the basic purpose of the legislation.

□ 1815

What was in that bill? Well, what was in the bill this session was the same thing as last session. No. 1, after 18 months, whether the patent has been issued or not, it was going to be published for every thief in the world to come and take our technology and use it against us.

No. 2, in the bill was a provision, again mirroring some of the things in the Japanese system. A system of reexamination, that is what they call it. What reexamination is, is it means that once an individual is issued a patent, these powerful interest groups, whether they are in Japan or in the United States or in China, or wherever they are, they can come in and challenge the patents that have already been issued to Americans.

So we are not only talking about new innovations that are being threatened by this patent bill, we are talking about challenges to our patent holders so that instead of paying the royalties to our inventors, foreign corporations and, yes, our own big corporations will just find legal ways to attack the legitimacy of the patent that has already been issued.

This will be a catastrophe. It will be a disaster for the guys who do not have the money to buy a stable of lawyers.

Third, this bill, and I know this is going to sound funny, but it actually obliterates the Patent Office as part of the U.S. Government. It really does. That bill, the bill I am talking about, the 21st Century Patent Reform Act, would take the Patent Office, which has never had a scandal in our country's history, because the patent examiners, God bless those hard-working people, they have never had a scandal in the sense that our patent examiners have been found guilty of passing on information or taking bribes. They have always done their job without fanfare.

But they want to take that organization now and turn it into a quasi-private, quasi-government corporation like the Post Office, opening these patent examiners up to influences and forces that they have never had to deal with before.

The patent examiners work hard. They make decisions that will tell us who owns what properties that are worth billions of dollars, and now we are going to just for no reason, without looking at this, turn it into a Post Office, like private corporations, like where huge corporations can have their people on the board of directors and it can accept gifts.

This makes no sense at all. It is like taking our courts and opening them up to outside influence. It is crazy, but that is what is part of the bill.

There has been an army of lobbyists in this town spending millions of dollars, and these lobbyists are not just from huge American corporations; they are from corporate interests from throughout the world trying to influence this Congress, this House and the U.S. Senate to pass this legislation, and they are trying to keep it as quiet as possible.

Tonight, they are so upset because these 26 Nobel Laureates are calling attention, calling to the attention of the American people this horrible, horrible change that they are trying to make in our legal protections.

Well, if it were not for democracy on the air, talk radio, because the mainstream media has never paid attention to this, and hopefully, the mainstream media will pay some attention to these Nobel Laureates, but throughout this entire battle, for 3 years, the mainstream media would not pay attention to this battle.

So I went to the talk shows and other people went to the talk shows and democracy on the air mobilized the American people. And when that bill went through this House, we were able to get out of it about 60 percent of the bad stuff.

Then it went over to the Senate. However, in the Senate, Senator HATCH is trying to push a piece of legislation, S.507, that is just as bad as the worst piece of legislation that was introduced here in the House.

What is going to happen? Action will take place in the Senate. People will have to call their U.S. Senators and

their Congressmen, because once it takes place in the Senate, it will come back to the House in a conference committee, and behind closed doors, the decision will be made as to what the patent system will look like, and behind closed doors is where these lobbyists from these multinational corporations, from these huge predator corporations will have their most influence unless we can kill it in the Senate, unless the Senate votes it down and refuses to let it through the Senate.

It will be decided by the close of this session of Congress.

If we are able to mobilize the American people and let them know that a decision is being made that changes the fundamental protections we have had as Americans, we can win this. But every American has to participate. Every Member of Congress has to participate.

And let me note that I had lost my battle to offer a substitute to the patent bill when it came to the floor. I lost my battle. And it was the gentlewoman from Ohio [Ms. KAPTUR], a Democrat, and this is a totally bipartisan effort, but the gentlewoman from Ohio introduced a piece of legislation, an amendment to that same patent bill, that gave us the victory that we had. We won that because of that amendment, and we took out 60 percent of the bad stuff of that patent bill.

We have had broad-based bipartisan support because people, once we get their attention, once they listen to the Nobel Laureates pleading and saying something must be wrong here, what is going on, they understand that we are making a change that will hurt the American people, that will ensure that our children have a lower standard of living because they will not have the technological edge against our adversaries.

The entrepreneurs, the small businessmen, the individual inventors, the professors, and now the Nobel Laureates are pleading with us to pay attention. Please, please look and see what is happening here.

How can anyone vote for a piece of legislation that will disclose all of America's economic and technological secrets to our worst adversaries to use against us? How is that possible?

Please get involved. Do what Americans have to do to keep this a free country, and that is, participate in the decisionmaking process from the community back to Washington, DC. We are not meant to be a country that is ruled from a central capital.

That brings me to the final point I would like to make. Yes, this patent battle is symbolic. It is important in and of itself, but it is also symbolic. It is symbolic of something else that is happening in this post-cold war world that worries me tremendously.

What worries me is, I see the centralization of power, this sort of momentum that is taking place, that will leave Americans vulnerable to the predators of the world and will leave

the American people on a desolate island that lacks freedom and lacks prosperity in the years ahead because we have given away our authority and given away our constitutional protections to multinational organizations, whether it is the World Trade Organization, the World Environmental Organization, the United Nations, or the continued squandering of our defense dollars in order to defend Europe or Africa or other places.

The fact is, European security is not worth the tens of billions of dollars we spend by stationing troops there. Let them defend themselves. We should be a strong military power, but we should make the decisions ourselves. We should not be submitting our troops to the United Nations. We should not be submitting our economic decisions to global organizations who are run by unelected officials, who someday will make decisions detrimental to our people, and we will have no recourse through the ballot box to change those decisions. We will find ourselves vulnerable because we have given authority to foreigners who are not elected to make the fundamental decisions for our country or for the security of our troops.

This change in the patent law, trying to harmonize us with another country like Japan, which will prove, I believe, to be catastrophic, is just one of many moves to create a global marketplace, a global economy.

I believe in free trade, but that is free trade between free individuals. That is not a world-regulated trading system with an unelected bureaucracy making decisions for us.

Our multinational corporations seem to want to invest in dictatorships so they can make a 15-percent profit off slave labor, rather than a 5-percent profit over here using free Americans who are proud and have rights protected by the Constitution. No, they would rather go overseas and invest in Communist China.

These things are elite. America's political and economic elite seem to have lost faith with the fundamental vision our Founding Fathers had of a country of free and prosperous people where even the common man had opportunities and guaranteed rights that were undreamed of in the whole history of mankind. If we lose that vision, we will lose our freedom and our children will not live decent lives, and this bothers me. This patent fight is only one indication of that attitude.

Let us fight this battle together. Let us pick up the torch that Thomas Jefferson and Benjamin Franklin talked about.

Mr. Speaker, as I yield back the balance of my time, I submit for the RECORD the letter I referred to earlier in my remarks.

#### AN OPEN LETTER TO THE U.S. SENATE:

We urge the Senate to oppose the passage of the pending U.S. Senate Bill S. 507. We hold that Congress, before embarking on a revision of our time tested patent system,

should hold extensive hearings on whether there are serious flaws in the present system that need to be addressed and if so, how best to deal with them. This is especially important considering that a delicate structure such as the patent system, with all its ramifications, should not be subject to frequent modifications. We believe that S. 507 could result in lasting harm to the United States and the world.

First, it will prove very damaging to American small inventors and thereby discourage the flow of new inventions that have contributed so much to America's superior performance in the advancement of Science and technology. It will do so by curtailing the protection they obtain through patents relative to the large multi-national corporations.

Second, the principle of prior user rights saps the very spirit of that wonderful institution that is represented by the American patent system established in the Constitution in 1787, which is based on the principle that the inventor is given complete protection but for a limited length of time, after which the patent, fully disclosed in the application and published at the time of issue, becomes in the public domain, and can be used by anyone, under competitive conditions for the benefit of all final users. It will do so by giving further protection to trade secrets which can be kept secret forever, while reducing the incentive to rely on limited life patents.

#### *Nobel Laureates in support of the letter to congress, re: Senate Bill 507*

Franco Modigliani, (1985, Economics) MIT.  
Robert Solow, (1987, Economics) MIT.  
Mario Molina, (1995, Chemistry) MIT.  
Ronald Hoffman, (1981, Chemistry) Cornell.  
Milton Friedman, (1976, Economics) University of Chicago.  
Richard Smalley, (1996, Chemistry) Rice.  
Clifford Shull, (1994, Physics) MIT.  
Herbert A. Simon, (1978, Economics) Carnegie-Mellon.  
Douglass North, (1993, Economics) Washington University.  
Dudley Herschbach, (1986, Chemistry) Harvard.  
Herbert C. Brown, (1979, Chemistry) Purdue.  
David M. Lee, (1996, Physics) Cornell.  
Daniel Nathans, (1978, Medicine) Johns Hopkins.  
Doug Osheroff, (1996, Physics) Stanford.  
Har Gobind Khorana, (1968, Medicine) MIT.  
Herbert Hauptman, (1985, Chemistry) Hauptman-Woodward Medical Research Institute.  
John C. Harsanyi, (1994, Economics) UC Berkeley.  
Paul Berg, (1980, Chemistry) Stanford.  
Henry Kendall, (1990, Physics) MIT.  
Paul Samuelson, (1970, Economics) MIT.  
James Tobin, (1981, Economics) Yale.  
Jerome Friedman, (1990, Physics) MIT.

#### LEAVE OF ABSENCE

By unanimous consent, leave of absence was granted to:

Mr. BONILLA (at the request of Mr. ARMEY) for today, on account of family illness.

Ms. ROS-LEHTINEN (at the request of Mr. ARMEY) after 3 p.m. today, on account of attending the funeral of Mother Teresa.

#### SPECIAL ORDERS GRANTED

By unanimous consent, permission to address the House, following the legislative program and any special orders heretofore entered, was granted to:

(The following Member (at the request of Mr. MENENDEZ) to revise and extend her remarks and include extraneous material:)

Ms. JACKSON-LEE of Texas, for 5 minutes, today.

(The following Member (at the request of Mr. HILL) to revise and extend his remarks and include extraneous material:)

Mr. HILL for 5 minutes, today.

#### EXTENSION OF REMARKS

By unanimous consent, permission to revise and extend remarks was granted to:

The following Members (at the request of Mr. MENENDEZ) and to include extraneous matter:

Mr. NEAL.  
Mr. FRANK of Massachusetts.  
Mrs. TAUSCHER.  
Mr. PALLONE.  
Mr. FILNER.  
Mr. UNDERWOOD.  
Ms. JACKSON-LEE.  
Mr. KUCINICH.  
Mr. REYES.  
Mr. ROEMER.  
Mr. LANTOS.  
Mr. STARK.

The following Members (at the request of Mr. HILL) and to include extraneous matter:

Mr. GALLEGLY.  
Mrs. MORELLA.  
Mr. TAUZIN.  
Mr. EVERETT.  
Mr. FOX of Pennsylvania, in two instances.  
Mr. JOHNSON of Texas.  
Mr. FRELINGHUYSEN.  
Mrs. ROUKEMA.  
Mr. SOLOMON.  
Mrs. NORTHUP.

The following Members (at the request of Mr. ROHRBACHER) and to include extraneous matter:

Mr. ETHERIDGE.  
Mr. LAZIO of New York.  
Mr. KILDEE.  
Mr. FARR of California.  
Ms. PELOSI.  
Mr. ORTIZ.  
Mr. MENENDEZ.

#### SENATE BILL REFERRED

A bill of the Senate of the following titles was taken from the Speaker's table and, under the rule, referred as follows:

S. 1161. An act to amend the Immigration and Nationality Act to authorize appropriations for refugee and entrant assistance for fiscal years 1998 and 1999; to the Committee of the Judiciary.

#### ENROLLED BILL SIGNED

Mr. THOMAS, from the Committee on House Oversight, reported that that committee had examined and found truly enrolled a bill of the House of the following title, which was thereupon signed by the Speaker:

H.R. 1866. An act to continue favorable treatment for need-based educational aid under the antitrust laws.

## ADJOURNMENT

Mr. ROHRABACHER. Mr. Speaker, I move that the House do now adjourn.

The motion was agreed to; accordingly (at 6 o'clock and 27 minutes p.m.), under its previous order, the House adjourned until Monday, September 15, 1997, at 12 noon.

EXECUTIVE COMMUNICATIONS,  
ETC.

Under clause 2 of rule XXIV, executive communications were taken from the Speaker's table and referred as follows:

4994. A letter from the Under Secretary for Rural Development, Department of Agriculture, transmitting the Department's final rule—Rural Cooperative Development Grants (RIN: 0570-AA20) received August 1, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Agriculture.

4995. A letter from the Director, Office of Regulatory Management and Information, Environmental Protection Agency, transmitting the Agency's final rule—Paraquat; Pesticide Tolerances for Emergency Exemptions [OPP-300542; FRL-5739-8] (RIN: 2070-AB78) received August 28, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Agriculture.

4996. A letter from the Director, Office of Regulatory Management and Information, Environmental Protection Agency, transmitting the Agency's final rule—Desmedipham; Pesticide Tolerances for Emergency Exemptions [OPP-300532; FRL-5738-5] (RIN: 2070-AB78) received August 28, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Agriculture.

4997. A letter from the Director, Office of Regulatory Management and Information, Environmental Protection Agency, transmitting the Agency's final rule—Cyromazine; Pesticide Tolerances for Emergency Exemptions [OPP-300534; FRL-5738-7] (RIN: 2070-AB78) received August 28, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Agriculture.

4998. A letter from the Director, Test, Systems Engineering & Evaluation, Department of Defense, transmitting a report to notify Congress of the intent to obligate funds for FY 1998 Foreign Comparative Testing projects, pursuant to 10 U.S.C. 2350a(g); to the Committee on National Security.

4999. A letter from the Secretary of the Navy, transmitting a list of certified civilian recipients for the Pearl Harbor Commemorative Medal, pursuant to Public Law 104-201, section 1066; to the Committee on National Security.

5000. A letter from the Secretary of Defense, transmitting a report on programs for youth who are dependents of members of the Armed Forces, pursuant to Public Law 104-201, section 1044(b); to the Committee on National Security.

5001. A letter from the Secretary of Defense, transmitting a report on the Department's efforts to form partnerships to share their child-care model with the civilian sector, pursuant to Public Law 104-201, section 1043; to the Committee on National Security.

5002. A letter from the Clerk, United States Court of Appeals, District of Columbia Circuit, transmitting an opinion of the United States Court of Appeals for the District of Columbia Circuit (No. 96-1209—*Unbelievable, Inc., D/B/A Frontier Hotel & Casino v. National Labor Relations Board*); to the Committee on Education and the Workforce.

5003. A letter from the General Counsel, Department of Transportation, transmitting

the Department's "Major" final rule—Federal Motor Vehicle Safety Standards; Hydraulic Brake Systems; Passenger Car Brake Systems (National Highway Traffic Safety Administration) [Docket No. 85-6; Notice 12] (RIN: 2127-AG05) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Commerce.

5004. A letter from the Director, Office of Regulatory Management and Information, Environmental Protection Agency, transmitting the Agency's final rule—Approval and Promulgation of Air Quality Implementation Plans; Rhode Island; Reasonably Available Control Technology for Nitrogen Oxides [FRL-5883-4] received August 28, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Commerce.

5005. A letter from the Director, Office of Regulatory Management and Information, Environmental Protection Agency, transmitting the Agency's final rule—Approval and Promulgation of State Implementation Plans and Designation of Areas for Air Quality Planning Purposes; State of Oregon, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Commerce.

5006. A letter from the Director, Office of Regulatory Management and Information, Environmental Protection Agency, transmitting the Agency's final rule—Outer Continental Shelf Air Regulations Remands [FRL-5880-6] (RIN: 2060-AG40, AG39) received August 28, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Commerce.

5007. A letter from the Director, Office of Regulatory Management and Information, Environmental Protection Agency, transmitting the Agency's final rule—Extension of Operating Permits Program Interim Approvals [FRL-5884-6] received August 28, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Commerce.

5008. A letter from the Deputy Secretary, Department of State, transmitting a report pursuant to section 3 of the AECA concerning the unauthorized transfer of U.S.-origin defense articles, pursuant to 22 U.S.C. 2314(d); to the Committee on International Relations.

5009. A letter from the Assistant Secretary for Legislative Affairs, Department of State, transmitting notification that the President has authorized the expenditure of up to \$30 million in Foreign Military Financing funds to support counternarcotics operations in Colombia (Presidential Determination No. 97-31), pursuant to 22 U.S.C. 2364(a)(1); to the Committee on International Relations.

5010. A letter from the Assistant Secretary for Legislative Affairs, Department of State, transmitting the original report of political contributions by nominees as chiefs of mission, ambassadors at large, or ministers, and their families, pursuant to 22 U.S.C. 3944(b)(2); to the Committee on International Relations.

5011. A letter from the Director, United States Information Agency, transmitting the 1995 annual report entitled "International Exchange and Training Activities of the U.S. Government"; to the Committee on International Relations.

5012. A letter from the Assistant General Counsel for Regulations, Department of Education, transmitting the Department's report on the final regulations for Administration of Grants and Agreements with Institutions of Higher Education, Hospitals, and other Non-Profit Organizations and Uniform Administration Requirements for Grants and Cooperative Agreements to State and Local Governments, pursuant to 5 U.S.C. 801(a)(1)(B); to the Committee on Government Reform and Oversight.

5013. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Uniform Ad-

ministrative Requirements for Grants and Cooperative Agreements: Common Rule (RIN: 2105-AC66) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Government Reform and Oversight.

5014. A letter from the Acting Deputy Assistant Secretary for Fish and Wildlife and Parks, Department of the Interior, transmitting the 1996 section 8 report on National Historic and Natural Landmarks that have been damaged or to which damage to their integrity is anticipated, pursuant to 16 U.S.C. 1a-5(a); to the Committee on Resources.

5015. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Modification of Class D Airspace South of Abbotsford, British Columbia, on the United States Side of the U.S./Canadian Border, and the Establishment of a Class C Airspace Area in the Vicinity of Point Roberts, Washington (Federal Aviation Administration) [Airspace Docket No. 93-AWA-16] (RIN: 2120-AA66) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5016. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Normal and Transport Category Rotorcraft Regulations (Federal Aviation Administration) [Docket No. 29008; Amdt. 27-34, 29-41] (RIN: 2120-AZ97) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5017. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Establish Class E Airspace; Spencer, IA (Federal Aviation Administration) [Airspace Docket No. 97-ACE-9] (RIN: 2120-AA66) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5018. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Airworthiness Directives; British Aerospace (Jetstream) Model 4101 Airplanes (Federal Aviation Administration) [Docket No. 97-NM-181-AD; Amdt. 39-10118; AD 97-18-08] (RIN: 2120-AA64) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5019. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Airworthiness Directives; Boeing Model 757 Series Airplanes Equipped with Rolls Royce Engines (Federal Aviation Administration) [Docket No. 97-NM-125-AD; Amdt. 39-10114; AD 97-18-04] (RIN: 2120-AA64) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5020. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Airworthiness Directives; Airbus Model A310 and A300-600 Series Airplanes (Federal Aviation Administration) [Docket No. 97-NM-41-AD; Amdt. 39-10119; AD 97-18-09] (RIN: 2120-AA64) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5021. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Airworthiness Directives; Boeing Model 757 Series Airplanes Equipped with Pratt & Whitney Engines (Federal Aviation Administration) [Docket No. 97-NM-130-AD; Amdt. 39-10115; AD 97-18-05] (RIN: 2120-AA64) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5022. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Airworthiness Directives; Raytheon Model BAe 125-800A Series Airplanes, and Model Hawker 800 and Hawker 800XP Series Airplanes (Federal Aviation Administration) [Docket No. 96-NM-228-AD; Amdt. 39-10117; AD 97-18-07] (RIN: 2120-AA64) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5023. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Safety Zone: Waimanalo Bay, Oahu, Hawaii (Coast Guard) [COTP HONOLULU 97-003] (RIN: 2115-AA97) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5024. A letter from the General Counsel, Department of Transportation, transmitting the Department's final rule—Commercial Fishing Industry Vessel Regulations (Coast Guard) [CGD 96-046] (RIN: 2115-AF35) received September 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Transportation and Infrastructure.

5025. A letter from the Chief, Regulations Branch, United States Customs Service, transmitting the Service's final rule—Duty-Free Treatment of Articles Imported from U.S. Insular Possessions [T.D. 97-75] (RIN: 1515-AB14) received August 29, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Ways and Means.

5026. A letter from the Chief, Regulations Branch, United States Customs Service, transmitting the Service's final rule—Use of Containers Designated as Instruments of International Traffic in Point-to-Point Local Traffic [T.D. 97-69] (RIN: 1515-AB79) received August 4, 1997, pursuant to 5 U.S.C. 801(a)(1)(A); to the Committee on Ways and Means.

#### REPORTS OF COMMITTEES ON PUBLIC BILLS AND RESOLUTIONS

Under clause 2 of rule XIII, reports of committees were delivered to the Clerk for printing and reference to the proper calendar, as follows:

Mr. KOLBE. Committee on Appropriations. Supplemental report on H.R. 2378. A bill making appropriations for the Treasury Department, the U.S. Postal Service, the Executive Office of the President, and certain independent agencies, for the fiscal year ending September 30, 1998, and for other purposes (Rept. 105-240, Pt. 3).

Mr. LINDER. Committee on Rules. House Resolution 228. Resolution waiving points of order against the conference report to accompany the bill (H.R. 2016) making appropriations for military construction, family housing, and base realignment and closure for the Department of Defense for the fiscal year ending September 30, 1998, and for other purposes (Rept. 105-248). Referred to the House Calendar.

#### TIME LIMITATION OF REFERRED BILL

Pursuant to clause 5 of rule X the following action was taken by the Speaker:

H.R. 695. Referral to the Committee on Intelligence (Permanent Select) extended for a period ending not later than September 16, 1997.

H.R. 695. Referral to the Committee on Commerce extended for a period ending not later than September 26, 1997.

#### PUBLIC BILLS AND RESOLUTIONS

Under clause 5 of rule X and clause 4 of rule XXII, public bills and resolutions were introduced and severally referred as follows:

By Ms. NORTON (for herself, Mr. CUMMINGS, Ms. CHRISTIAN-GREEN, Mr. CONYERS, Mr. WELLER, Ms. BROWN of Florida, Mr. HASTINGS of Florida, Mr. CLAY, Mr. FROST, Mr. WATTS of Oklahoma, Ms. EDDIE BERNICE JOHNSON of Texas, Mr. HOLDEN, Ms. RIVERS, Mr. DAVIS of Illinois, Mr. PALLONE, Mr. BROWN of California, Mr. FILNER, Mr. DEFazio, Mr. ENGEL, Mr. JACKSON, Mr. RUSH, Mr. OWENS, Mr. BERMAN, Mr. BISHOP, Mr. DELLUMS, Mr. DIXON, Ms. KILPATRICK, Ms. CARSON, Mr. HILLIARD, Mr. WYNN, and Mr. FORD):

H.R. 2453. A bill to require the Secretary of the Treasury to mint coins in commemoration of the African-American Civil War veterans; to the Committee on Banking and Financial Services.

By Mr. FRANKS of New Jersey:

H.R. 2454. A bill to amend the Electronic Fund Transfer Act to prohibit any financial institution which accepts the direct deposit of Social Security benefits into the account of an accountholder from imposing any fee on the withdrawal of any amount from such account by such accountholder by electronic fund transfer, and for other purposes; to the Committee on Banking and Financial Services.

By Mr. OBERSTAR (for himself, Mr. WISE, Mr. VENTO, Mr. LIPINSKI, Mr. TRAFICANT, Mr. DEFazio, Mr. COSTELLO, Mr. CLYBURN, Mr. FILNER, Ms. MILLENDER-MCDONALD, Mr. HOLDEN, and Mr. LAMPSON):

H.R. 2455. A bill to reform the safety practices of the railroad industry, to prevent railroad fatalities, injuries, and hazardous materials releases, and for other purposes; to the Committee on Transportation and Infrastructure.

By Mr. WELLER (for himself, Mr. MCINTOSH, Mrs. CUBIN, Mrs. KELLY, Mr. HERGER, Mr. ADERHOLT, Mr. BACHUS, Mr. BAKER, Mr. BARR of Georgia, Mr. BARTLETT of Maryland, Mr. BARTON of Texas, Mr. BASS, Mr. BERREUTER, Mr. BILBRAY, Mr. BLILEY, Mr. BLUNT, Mr. BOEHLERT, Mr. BOEHNER, Mr. BONILLA, Mr. BONO, Mr. BRADY, Mr. BRYANT, Mr. BUNNING of Kentucky, Mr. BURR of North Carolina, Mr. BUYER, Mr. CALLAHAN, Mr. CANNON, Mr. CANADY of Florida, Mr. CHAMBLISS, Mrs. CHENOWETH, Mr. CHRISTENSEN, Mr. COBURN, Mr. COLLINS, Mr. COMBEST, Mr. CONDIT, Mr. COOK, Mr. COCKEY, Mr. CRAPO, Mr. CUNNINGHAM, Mr. DAVIS of Virginia, Mr. DEAL of Georgia, Mr. DIAZ-BALART, Mr. DOOLITTLE, Mr. DREIER, Mr. DUNCAN, Mr. EHLERS, Mr. EHR- LICH, Mrs. EMERSON, Mr. ENGLISH of Pennsylvania, Mr. ENSIGN, Mr. EWING, Mr. FOLEY, Mr. FORBES, Mrs. FOWLER, Mr. FOX of Pennsylvania, Mr. GALLEGLY, Mr. GEKAS, Mr. GIBBONS, Mr. GILCHREST, Mr. GILMAN, Mr. GOSS, Mr. GRAHAM, Ms. GRANGER, Mr. GUTKNECHT, Mr. HASTERT, Mr. HASTINGS of Washington, Mr. HAYWORTH, Mr. HILL, Mr. HILLEARY, Mr. HOEKSTRA, Mr. HOSTETTLER, Mr. HULSHOF, Mr. HUNTER, Mr. HUTCHINSON, Mr. HYDE, Mr. INGLIS of South Carolina, Mr. ISTOOK, Mr. JENKINS, Mr. JONES, Mr. KIM, Mr. KING of New York, Mr. KINGSTON, Mr. LARGENT, Mr. LATHAM, Mr. LATOURETTE, Mr. LEWIS of California, Mr. LEWIS of

Kentucky, Mr. LIVINGSTON, Mr. MANZULLO, Mr. MCCOLLUM, Mr. MCCRERY, Mr. MCHUGH, Mr. MCINNIS, Mr. MCKEON, Mr. METCALF, Mr. MILLER of Florida, Mrs. MYRICK, Mr. NETHERCUTT, Mr. NEUMANN, Mr. NEY, Mrs. NORTHUP, Mr. NORWOOD, Mr. NUSSLE, Mr. OXLEY, Mr. PACKARD, Mr. PAPPAS, Mr. PARKER, Mr. PAUL, Mr. PAXON, Mr. PETERSON of Minnesota, Mr. PETERSON of Pennsylvania, Mr. PICKERING, Mr. PITTS, Mr. POMBO, Mr. PORTMAN, Ms. PRYCE of Ohio, Mr. RIGGS, Mr. RILEY, Mr. ROGAN, Mr. ROGERS, Mr. SALMON, Mr. SAXTON, Mr. SCARBOROUGH, Mr. BOB SCHAEFFER, Mr. SESSIONS, Mr. SHADEGG, Mr. SMITH of Texas, Mrs. LINDA SMITH of Washington, Mr. SMITH of Michigan, Mr. SOLOMON, Mr. SOUDER, Mr. SPENCE, Mr. STEARNS, Mr. STUMP, Mr. SUNUNU, Mr. TALENT, Mr. TAUZIN, Mr. THUNE, Mr. TIAHRT, Mr. UPTON, Mr. WALSH, Mr. WAMP, Mr. WATKINS, Mr. WATTS of Oklahoma, Mr. WELDON of Pennsylvania, Mr. WELDON of Florida, Mr. WHITE, Mr. WICKER, Mr. WOLF, Mr. YOUNG of Florida, Mr. YOUNG of Alaska, Mr. ARMEY, Mr. BURTON of Indiana, Mr. CHABOT, Mr. GOODLING, Mr. HANSEN, Mr. LINDER, Mr. REDMOND, Mr. ROYCE, Mr. RYUN, Mr. SHIMKUS, Mr. SMITH of New Jersey, Mr. MICA, Mrs. ROUKEMA, Mr. ROHRBACHER, Ms. DUNN of Washington, Mr. HORN, Mr. KOLBE, Mr. CRAMER, Mr. MORAN of Kansas, and Mr. THORNBERRY):

H.R. 2456. A bill to amend the Internal Revenue Code of 1986 to provide that married couples may file a combined return under which each spouse is taxed using the rates applicable to unmarried individuals; to the Committee on Ways and Means.

By Mr. FRANKS of New Jersey:

H.R. 2457. A bill to amend the Electronic Fund Transfer Act to prohibit any financial institution which accepts the direct deposit of veterans benefits paid by the Secretary of Veterans Affairs into the account of an accountholder from imposing any fee on the withdrawal of any amount from such account by such accountholder by electronic fund transfer, and for other purposes; to the Committee on Banking and Financial Services.

By Mrs. CHENOWETH (for herself, Mr. HERGER, and Mr. BOB SCHAEFFER):

H.R. 2458. A bill to provide new authority to the Secretary of Agriculture and the Secretary of the Interior to safeguard communities, lives, and property from catastrophic wildfire by eliminating hazardous fuels buildup, and to undertake other forest management projects to protect noncommodity resources, on Federal lands where wildlands abut, or are located in close proximity to, urban areas; to the Committee on Agriculture, and in addition to the Committee on Resources, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. EVANS (for himself, Mr. QUINN, Mr. MORAN of Virginia, Mr. LEWIS of Georgia, Mr. DELAHUNT, Mr. MCGOVERN, Mr. HINCHEY, Mr. SANDERS, Mr. CAPPS, Mr. UNDERWOOD, Mr. ALLEN, Mr. FILNER, Ms. FURSE, Ms. LOFGREN, Mr. BARRETT of Wisconsin, Ms. SANCHEZ, Mrs. MORELLA, Mr. FALEOMAVAEGA, Ms. HARMAN, Mr. GUTIERREZ, Mr. WEXLER, Mr. BOEHLERT, Mr. UPTON, Mr. BONIOR, Ms. PELOSI, Mrs. KELLY, Mr. GEJDESON, Mr. LAFALCE, Ms. STABENOW, Mr. OLVER, Mr. CLAY, Mr. ENGLISH of

Pennsylvania, Mr. EHLERS, Mr. FAWELL, Mr. FOX of Pennsylvania, Mr. KLUG, Mr. PORTER, Mrs. ROUKEMA, Mr. GILCHREST, Mr. CASTLE, Mr. MATSUI, Mr. HASTINGS of Florida, Mr. PAXON, Mr. SHAYS, Mr. SMITH of New Jersey, Mr. COOKSEY, Mr. LAHOOD, Mr. MARKEY, Ms. WOOLSEY, Mr. WELLER, Mr. BROWN of California, Ms. ESHOO, Mr. GEPHARDT, Ms. SLAUGHTER, Mr. BLUMENAUER, Mr. BROWN of Ohio, Mr. RUSH, Mr. MANTON, Mr. LOBIONDO, Mr. MALONEY of Connecticut, Mr. DOOLEY of California, Mr. TIERNEY, Mr. FLAKE, Ms. HOOLEY of Oregon, Mr. TOWNS, Ms. MCCARTHY of Missouri, Mr. YATES, Ms. KAPTUR, Mr. KANJORSKI, Ms. RIVERS, Mr. STRICKLAND, Mr. POMEROY, Mr. CONYERS, Mr. COSTELLO, Mr. BILBRAY, Mr. LEACH, Mr. PASTOR, Ms. KILPATRICK, Ms. CARSON, Mr. ADAM SMITH of Washington, Mr. KENNEDY of Rhode Island, Mr. KENNEDY of Massachusetts, Mr. STARK, Mr. MINGE, Mr. BENTSEN, Mr. DIXON, Mr. TORRES, Ms. DELAURO, Mr. JOHN, Ms. WATERS, Ms. DEGETTE, Mr. MOAKLEY, Mr. DAVIS of Illinois, Mr. FARR of California, Mr. ENGEL, Mr. VISCLOSKEY, Mr. FRANK of Massachusetts, Mr. FRANKS of New Jersey, Mr. NADLER, Mr. CUMMINGS, Mrs. MALONEY of New York, Mrs. MINK of Hawaii, Mrs. LOWEY, Mr. LAMPSON, Mr. BORSKI, Mr. DAVIS of Virginia, Mrs. JOHNSON of Connecticut, Mr. PASCRELL, Mr. SCHUMER, Mr. KLECZKA, Mr. CLEMENT, Mr. HAMILTON, Mr. SABO, Mr. NEAL of Massachusetts, Ms. NORTON, Mr. LANTOS, Mr. FOLEY, Mr. CAMP, Mr. KUCINICH, Mr. SKAGGS, Mr. SHERMAN, Mr. OBEY, Ms. MCKINNEY, Mr. FROST, Mrs. MCCARTHY of New York, Mr. POSHARD, Mr. SERRANO, Mr. WYNN, Mr. WALSH, Mr. DELLUMS, Mr. LIPINSKI, Ms. VELAZQUEZ, Mr. LATOURETTE, Mr. ABERCROMBIE, Mr. HORN, Mr. KIND of Wisconsin, Mr. WEYGAND, Mr. BALDACCI, Ms. PRYCE of Ohio, and Mr. WOLFF):

H.R. 2459. A bill to restrict the use of funds for new deployments of antipersonnel landmines, and for other purposes; to the Committee on National Security, and in addition to the Committee on International Relations, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. SAM JOHNSON (for himself, Mr. MCCOLLUM, Mr. SCHUMER, Mr. NORWOOD, and Mr. SMITH of Texas):

H.R. 2460. A bill to amend title 18, United States Code, with respect to scanning receivers and similar devices; to the Committee on the Judiciary.

By Mr. JONES:

H.R. 2461. A bill to require the Secretary of the Treasury to mint and issue coins in commemoration of the centennial anniversary of the first manned flight of Orville and Wilbur Wright in Kitty Hawk, NC, on December 17, 1903; to the Committee on Banking and Financial Services.

By Mr. KASICH (for himself, Mr. FRANKS of New Jersey, Mr. HOBSON, Mr. PORTMAN, Mrs. CUBIN, and Mrs. NORTHUP):

H.R. 2462. A bill to amend the Internal Revenue Code of 1986 to allow the taxable income of each spouse of a married couple to be taxed using either the rates applicable to single filers or the rates applicable to joint returns; to the Committee on Ways and Means.

By Mrs. KENNELLY of Connecticut (for herself, Mrs. MEEK of Florida,

Ms. EDDIE BERNICE JOHNSON of Texas, Ms. MILLENDER-MCDONALD, Ms. CHRISTIAN-GREEN, Mrs. THURMAN, Ms. LOFGREN, Mrs. MALONEY of New York, Mr. McDERMOTT, Mr. POSHARD, Mr. FROST, Mr. STARK, and Mr. LAFALCE):

H.R. 2463. A bill to amend part A of title IV of the Social Security Act to prevent States from requiring employees of work experience and community service programs to work in exchange for child support collected on their behalf; to the Committee on Ways and Means.

By Mr. MCCOLLUM (for himself and Mr. DELAHUNT):

H.R. 2464. A bill to amend the Immigration and Nationality Act to exempt internationally adopted children under age 10 from the immunization requirement; to the Committee on the Judiciary.

By Mr. SALMON:

H.R. 2465. A bill to make medical savings accounts available in connection with certain health plans under chapter 89 of title 5, United States Code, and for other purposes; to the Committee on Government Reform and Oversight, and in addition to the Committee on Ways and Means, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. STARK:

H.R. 2466. A bill to amend the Social Security Act with respect to limiting the use of automatic stays and discharge in bankruptcy proceedings for provider liability for health care fraud; to the Committee on the Judiciary, and in addition to the Committees on Ways and Means, and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. STUPAK:

H.R. 2467. A bill to amend the Internal Revenue Code of 1986 to relieve a spouse or former spouse of liability for income tax for a taxable year if the divorce decree allocates such liability to the other spouse; to the Committee on Ways and Means.

By Mr. FATTAH (for himself, Mr. FILNER, Mr. HASTINGS of Florida, Mr. BORSKI, Ms. KAPTUR, Mr. BONIOR, Mr. OLVER, Ms. CHRISTIAN-GREEN, Mr. SABO, Mr. HILLIARD, Mr. BARRETT of Wisconsin, Mr. FALCOMA, and Mr. LIPINSKI):

H.R. 2468. A bill to provide that Federal contracts and certain Federal subsidies shall be provided only to businesses which have qualified profit-sharing plans; to the Committee on Government Reform and Oversight, and in addition to the Committee on Education and the Workforce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned.

By Mr. WHITFIELD (for himself, Mr. TOWNS, Mr. KLUG, Mr. HALL of Texas, Mr. GREENWOOD, Mr. MANTON, Mr. BURR of North Carolina, Ms. MCCARTHY of Missouri, Mr. BARTON of Texas, Mr. COBURN, Mr. UPTON, Mr. DEAL of Georgia, Mr. BILIRAKIS, Mr. ENGEL, and Mr. DINGELL):

H.R. 2469. A bill to amend the Federal Food, Drug, and Cosmetic Act and other statutes to provide for improvements in the regulation of food ingredients, nutrient content claims, and health claims, and for other purposes; to the Committee on Commerce.

By Mr. BURTON of Indiana (for himself, Mr. HYDE, Mr. SMITH of New Jersey, Mr. CUNNINGHAM, Mr. MCCOLLUM, Mrs. MYRICK, Mr. BOEHLERT, Mr. BLI-

LEY, Mr. JOHN, Mr. HAYWORTH, Mr. KING of New York, Mrs. EMERSON, Mr. TAUZIN, Mr. MENENDEZ, and Mr. GILMAN):

H. Res. 227. Resolution expressing the condolences of the House of Representatives on the death of Mother Teresa of Calcutta; to the Committee on International Relations.

By Mr. MENENDEZ (for himself, Mr. BARRETT of Wisconsin, Mr. MEEHAN, Mr. FAZIO of California, Mr. BONIOR, Mr. EDWARDS, Mr. GEJDENSON, and Mr. FARR of California):

H. Res. 229. Resolution amending the Rules of the House of Representatives to limit admission of ex-Members of the House of Representatives to the House floor and rooms leading thereto in certain instances where personal or pecuniary interests are involved; to the Committee on Rules.

## MEMORIALS

Under clause 4 of rule XXII, memorials were presented and referred as follows:

193. The SPEAKER presented a memorial of the Legislature of the State of California, relative to Assembly Joint Resolution 29 memorializing the President and Congress of the United States to adopt specified guidelines and policies with respect to Base Realignment and Closure legislation; to the Committee on National Security.

194. Also, a memorial of the Legislature of the Commonwealth of Massachusetts, relative to Resolutions memorializing the United States Senate Foreign Relations Committee to hold a hearing and vote on the nomination of William F. Weld as United States Ambassador to Mexico; to the Committee on International Relations.

195. Also, a memorial of the House of Representatives of the State of Louisiana, relative to House Concurrent Resolution No. 80 memorializing the United States Congress to extend the coastal boundary in Louisiana to be at least equal to that of Texas and Mississippi; to the Committee on Resources.

196. Also, a memorial of the General Assembly of the State of Nevada, relative to Assembly Joint Resolution No. 10 urging Congress and the Uniform Law Commissioners to make certain changes to the laws regarding jurisdiction over matters of child custody; to the Committee on the Judiciary.

197. Also, a memorial of the Legislature of the State of California, relative to Assembly Joint Resolution 16 memorializing the President and Congress of the United States to study the impact of the Fair Housing Amendments Act and evaluate how well the act is assisting individuals with disabilities; to the Committee on the Judiciary.

198. Also, a memorial of the Legislature of the State of California, relative to Assembly Joint Resolution 8 memorializing the President and the Congress to maintain the current standards relating to truck size and weight set forth in the federal Intermodal Surface Transportation Efficiency Act of 1991; to the Committee on Transportation and Infrastructure.

199. Also, a memorial of the House of Representatives of the State of Louisiana, relative to House Resolution No. 99 memorializing the United States Congress to enact legislation to return the control of the Mississippi River to state and local governing authorities; to the Committee on Transportation and Infrastructure.

200. Also, a memorial of the House of Representatives of the State of Louisiana, relative to House Concurrent Resolution No. 10 memorializing the United States Congress to reauthorize laws providing funding for

projects under the federal Coastal Wetlands Planning, Protection and Restoration Act; to the Committee on Transportation and Infrastructure.

201. Also, a memorial of the House of Representatives of the State of Louisiana, relative to House Concurrent Resolution No. 75 memorializing the United States Congress to take such action as is necessary to amend the federal regulations regarding commercial driver's license standards; to the Committee on Transportation and Infrastructure.

202. Also, a memorial of the House of Representatives of the State of Louisiana, relative to House Concurrent Resolution No. 253 memorializing the United States Congress to enact legislation to return the control of the Mississippi River to state and local governing authorities; to the Committee on Transportation and Infrastructure.

203. Also, a memorial of the House of Representatives of the State of Louisiana, relative to House Resolution No. 97 memorializing Congress not to renew the temporary two-tenths percent unemployment insurance tax; to the Committee on Ways and Means.

204. Also, a memorial of the House of Representatives of the State of Louisiana, relative to House Concurrent Resolution No. 170 memorializing the United States Congress to enact legislation which would provide for consideration of geographical location and the availability of patient options in the reimbursement of claims for emergencies treated in rural hospital emergency rooms which are not life-threatening and to enact legislation which would correct the current inequity in reimbursing rural hospitals for costs of stabilizing patients who are to be referred to larger, more suitable equipped facilities; to the Committee on Ways and Means.

205. Also, a memorial of the House of Representatives of the State of Louisiana, relative to House Concurrent Resolution No. 160 memorializing the United States Congress to require the Health Care Financing Administration to enforce existing regulations prohibiting the improper downstreaming of hospital self-referrals from physicians they compensate and to instruct the Health Care Financing Administration to reinstate the two "Hoyer letters" stating that hospitals referring to their own home health agencies are in violation of federal regulations on self-referral; to the Committee on Ways and Means.

206. Also, a memorial of the House of Representatives of the State of Louisiana, relative to House Concurrent Resolution No. 194 memorializing the United States Congress and the appropriate federal agencies to approve the Louisiana Coastal Wetlands Conservation Plan; jointly to the Committees on Resources and Transportation and Infrastructure.

207. Also, a memorial of the Senate of the State of Nevada, relative to Senate Bill No. 400 urging Congress to address the problem of child labor; jointly to the Committees on International Relations, Commerce, and Education and the Workforce.

#### PRIVATE BILLS AND RESOLUTIONS

Under clause 1 of Rule XXII, private bills and resolutions were introduced and severally referred, as follows:

By Mr. GOSS:

H.R. 2470. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade for the vessel *Windwisp*; to the Com-

mittee on Transportation and Infrastructure.

By Mr. SHAW:

H.R. 2471. A bill to authorize the Secretary of Transportation to issue a certificate of documentation with appropriate endorsement for employment in the coastwise trade for the vessel *M/V Bahama Pride*; to the Committee on Transportation and Infrastructure.

#### ADDITIONAL SPONSORS

Under clause 4 of rule XXII, sponsors were added to public bills and resolutions as follows:

H.R. 15: Mr. BOEHLERT.  
H.R. 211: Mr. GUTIERREZ.  
H.R. 251: Mr. LATOURETTE.  
H.R. 350: Mr. JACKSON, Mr. CHRISTENSEN, Mr. LOBIONDO, and Mr. MANTON.  
H.R. 693: Mr. GIBBONS, Mr. SAXTON, and Mr. KING of New York.  
H.R. 741: Mr. WELLER.  
H.R. 754: Mr. STARK.  
H.R. 859: Mr. MANZULLO.  
H.R. 881: Mr. STARK.  
H.R. 939: Mr. GEJDENSEN.  
H.R. 991: Mrs. MALONEY of New York, Mr. KLINK, Mr. ANDREWS, and Ms. STABENOW.  
H.R. 1010: Mr. MCCOLLUM and Mr. BLILEY.  
H.R. 1031: Mr. BONILLA.  
H.R. 1070: Mr. CRAMER and Mr. MASCARA.  
H.R. 1104: Mr. PASCRELL.  
H.R. 1114: Mr. SANDLIN.  
H.R. 1129: Mrs. THURMAN and Mr. CLEMENT.  
H.R. 1280: Mr. PAXON.  
H.R. 1289: Ms. PRYCE of Ohio, Mrs. MINK of Hawaii, Mr. COOK, Mr. WELLER, Mrs. THURMAN, and Mr. SKAGGS.  
H.R. 1362: Mr. MCDERMOTT.  
H.R. 1367: Mr. SHAYS.  
H.R. 1371: Ms. KAPTUR and Mr. CANNON.  
H.R. 1507: Mr. THOMPSON, Mr. LIPINSKI, Mr. GILCHREST, and Ms. MCCARTHY of Missouri.  
H.R. 1573: Mr. BROWN of California.  
H.R. 1613: Mr. LUTHER.  
H.R. 1636: Mr. FRELINGHUYSEN.  
H.R. 1671: Ms. LOFGREN and Ms. STABENOW.  
H.R. 1679: Mr. GREENWOOD and Mr. WOLF.  
H.R. 1689: Mr. MILLER of Florida and Mr. CALVERT.  
H.R. 1703: Mr. MASCARA.  
H.R. 1710: Mr. MILLER of Florida, Mr. HUNTER, Mr. GOODLING, Mr. BISHOP, Mr. ROHRBACHER, Mr. SOLOMON, Mr. SUNUNU, Mr. CHRISTENSEN, Mr. THOMAS, Mrs. NORTUP, Mr. PITTS, Mr. SOUDER, and Mr. BERMAN.  
H.R. 1719: Mr. WELLER.  
H.R. 1748: Mr. BLUMENAUER, Mr. LANTOS, Mr. KINGSTON, and Mr. WATT of North Carolina.  
H.R. 1773: Mr. COOK.  
H.R. 1842: Mr. DELAY, Mr. RIGGS, and Mr. MCINTOSH.  
H.R. 1909: Mr. BLUNT and Mr. CRANE.  
H.R. 1970: Mr. ETHERIDGE.  
H.R. 1975: Mr. KILDEE and Mr. LUTHER.  
H.R. 1984: Mr. RILEY, Mr. BOYD, Mr. RIGGS, Mr. YOUNG of Alaska, and Mr. HINOJOSA.  
H.R. 1995: Mr. FARR of California, Mr. DELUMS, Mr. WAXMAN, Mr. BERMAN, Ms. PELOSI, Mr. BROWN of California, and Ms. ESHOO.  
H.R. 2019: Mr. CRAPO and Mr. LIVINGSTON.  
H.R. 2094: Mr. FARR of California, Mr. DIXON, and Mr. SHAYS.  
H.R. 2140: Mr. LAMPSON and Mr. GEKAS.  
H.R. 2183: Mr. DEUTSCH, Mr. VISCLOSKEY, Mr. MINGE, Ms. CARSON, and Mr. CAPPS.  
H.R. 2212: Ms. WOOLSEY.  
H.R. 2233: Mr. UNDERWOOD, Mr. GREENWOOD, Mr. GOSS, Mr. FARR of California, Mr. DEUTSCH, Ms. WOOLSEY, Mr. MILLER of California, Mrs. KELLY, and Mr. BILBRAY.  
H.R. 2250: Mr. COOK, Mr. SCHIFF, Mr. MORAN of Virginia, Mr. ANDREWS, Mr. SOLOMON, and Mr. WELDON of Florida.

H.R. 2272: Mr. WATT of North Carolina.

H.R. 2283: Mr. METCALF, Mr. POMBO, Ms. WOOLSEY, and Mr. GALLEGLY.

H.R. 2345: Mr. FRANK of Massachusetts.

H.R. 2363: Mr. BLUNT, Mr. BRADY, Mr. CANNON, Ms. DANNER, Mr. DAVIS of Virginia, Mr. SAM JOHNSON, Mr. MANZULLO, Mr. PARKER, Mr. POMBO, Mr. SHIMKUS, Mr. COOK, Mrs. CHENOWETH, Mr. WATTS of Oklahoma, Mr. TAYLOR of Mississippi, Mr. SOUDER, and Mr. GREEN.

H.R. 2403: Mr. MCCRERY, Ms. MCCARTHY of Missouri, Mr. SOLOMON, Mr. NETHERCUTT, Mr. FOLEY, Mr. NEUMANN, Mr. BARTON of Texas, Mr. SANDLIN.

H.R. 2438: Mrs. EMERSON, Mr. SESSIONS, Mr. HERGER, and Mrs. CHENOWETH.

H. Con. Res. 65: Mr. SABO, Mr. MORAN of Virginia, Ms. MCCARTHY of Missouri, Mr. OWENS, Mr. JENKINS, Mr. WELLER, Mr. DAVIS of Virginia, Mr. SHERMAN, Mr. GIBBONS, Mrs. THURMAN, Mr. BURR of North Carolina, Mr. BLILEY, Mrs. MYRICK, and Ms. WOOLSEY.

H. Con. Res. 96: Mr. OWENS.

H. Con. Res. 100: Mr. BARTON of Texas, Mr. CRANE, Mr. MINGE, Mr. HINCHEY, Mr. LEVIN, Mr. COOKSEY, and Mr. PAYNE.

H. Con. Res. 131: Mr. CUNNINGHAM, Mr. WELDON of Pennsylvania, Mrs. MINK of Hawaii, Mr. FARR of California, Mr. LOBIONDO, Mr. HORN, Ms. WOOLSEY, Ms. LOFGREN, Mr. GREEN, Mr. GUTIERREZ, Mr. DAVIS of Florida, Mr. BILBRAY, Mr. MCGOVERN, and Mr. KENNEDY of Rhode Island.

H. Con. Res. 134: Mr. RUSH.

H. Con. Res. 139: Mr. GEPHARDT and Mr. MCCOLLUM.

H. Res. 224: Mr. BOSWELL, Mr. BOEHLERT, Mr. HINCHEY, Mr. JEFFERSON, Mr. HOLDEN, Mr. KANJORSKI, and Mr. BLUNT.

H. Res. 226: Mr. BOEHLERT, Mr. FOLEY, Mr. TAUZIN, Mr. BLAGOJEVICH, Mr. POMEROY, Mrs. MALONEY of New York, Mr. BLILEY, Mr. MCDADE, Mr. CUNNINGHAM, Mr. MCCOLLUM, Mr. DUNCAN, Mr. BISHOP, Mr. MEEHAN, Mr. PETERSON of Minnesota, Mr. BROWN of Ohio, Mr. PASCRELL, Mr. KENNEDY of Massachusetts, Mr. ADAM SMITH of Washington, Mr. SNYDER, Mr. GIBBONS, Mr. SAWYER, Mr. PALLONE, Mr. McKEON, Mrs. MYRICK, Mr. MCGOVERN, Mr. LARGENT, Mr. FARR of California, Mr. CAMP, Mr. DOYLE, Mr. ADERHOLT, Mr. POMBO, Mr. GILMAN, Mr. SABO, Mr. DAVIS of Virginia, Mr. FRANK of Massachusetts, Ms. CHRISTIAN-GREEN, Ms. KILPATRICK, Mr. WATTS of Oklahoma, Mr. BALLENGER, Mrs. EMERSON, Mr. ENGLISH of Pennsylvania, Mr. CHABOT, Mr. MCDERMOTT, Mr. WOLF, Mr. LAHOOD, Mr. HALL of Ohio, Mr. BLUNT, Mr. KING of New York, Mr. KUCINICH, Mr. CLEMENT, Mr. COOKSEY, Mr. HAYWORTH, Mr. COBURN, Mr. RYUN, Ms. STABENOW, Mr. JOHN, Mr. BASS, Mr. SERRANO, Ms. ROS-LEHTINEN, Mr. TORRES, and Mr. GREEN.

#### DELETIONS OF SPONSORS FROM PUBLIC BILLS AND RESOLUTIONS

Under clause 4 of rule XXII, sponsors were deleted from public bills and resolutions as follows:

H.R. 2034: Mr. BARR of Georgia.

#### DISCHARGE PETITIONS

The following discharge petition was filed pursuant to clause 3 of rule XXVII.

House Resolution 141. By Sidney R. Yates.

## AMENDMENTS

Under clause 6 of rule XXIII, proposed amendments were submitted as follows:

H.R. 2267

OFFERED BY: MS. LOFGREN

AMENDMENT No. 25: Page 50, line 13, after the dollar amount insert "(increased by \$4,900,000)".

Page 107, line 16, after the dollar amount insert "(reduced by \$4,900,000)".





United States  
of America

# Congressional Record

PROCEEDINGS AND DEBATES OF THE 105<sup>th</sup> CONGRESS, FIRST SESSION

Vol. 143

WASHINGTON, THURSDAY, SEPTEMBER 11, 1997

No. 120

## Senate

The Senate met at 9 a.m., and was called to order by the President pro tempore [Mr. THURMOND].

### PRAYER

The Chaplain, Dr. Lloyd John Ogilvie, offered the following prayer: Gracious God, help us to listen to Your fear-dispelling words: "Fear not, I am with you, I will never leave nor forsake you. You are mine for eternity."

Lord, You remind us to seek to please only You and we will have nothing or no one to fear. Help us to face our fears, allow You to displace them with Your indwelling presence, and erase them with Your forgiving love. Free us to love ourselves as loved by You. Banish any frightening memories.

Holy Love, cast out our fear. You are our strength, wisdom, and courage. When we endure the qualified love of others, we can be sure of Your unqualified love.

We surrender our own control and trust You to guide us each step of the way. We need not manipulate people, but motivate them with Your love. We can trust Your guidance in decisions and Your solutions to the most complicated problems. Use our imaginations to picture and live Your best for our lives. We have nothing to fear. Thank You, Father, through our Lord and Saviour. Amen.

### RECOGNITION OF THE ASSISTANT MAJORITY LEADER

The PRESIDENT pro tempore. The assistant majority leader is recognized.

Mr. NICKLES. Mr. President, thank you.

### SCHEDULE

Mr. NICKLES. Mr. President, on behalf of the majority leader, I announce that this morning the Senate will resume consideration of S. 1061, the Labor-HHS appropriations bill. As under the order reached last evening, there will be 30 minutes of debate equally divided on the Nickles amend-

ment, No. 1081, regarding Teamsters elections, to be followed by 30 minutes of debate equally divided on the Gregg amendment, No. 1070, regarding educational testing.

Following that debate time, at approximately 10 a.m. there will be a series of four stacked rollcall votes, including final passage of the Labor-HHS appropriations bill.

Following those votes, the Senate will begin consideration of S. 830, the FDA reform bill. Under the previous order, there will be 1 hour of debate under the control of Senator JEFFORDS, and 1 hour of debate under the control of Senator KENNEDY.

In addition, a cloture motion is expected to be filed on the FDA reform bill today. Also, it is anticipated that the Senate will begin consideration of H.R. 2107, the Interior appropriations bill.

Subsequently, following the ordered votes, which begin at approximately 10 a.m. this morning, additional votes are expected.

I wish to thank my colleagues for their attention.

### MEASURE READ FOR THE SECOND TIME—S. 1160

Mr. NICKLES. Mr. President, I understand that there is a bill at the desk that is due for its second reading.

The PRESIDENT pro tempore. The clerk will report.

The assistant legislative clerk read as follows:

A bill (S. 1160) to provide for educational facilities improvement.

Mr. NICKLES. Mr. President, I object to further proceedings on this matter at this time.

The PRESIDENT pro tempore. The bill will be placed on the calendar.

### DEPARTMENTS OF LABOR, HEALTH AND HUMAN SERVICES, AND EDUCATION, AND RELATED AGENCIES APPROPRIATIONS ACT, 1998

The PRESIDENT pro tempore. The clerk will report the pending business.

The assistant legislative clerk read as follows:.

A bill (S. 1061) making appropriations for the Departments of Labor, Health and Human Services, and Education, and related agencies for the fiscal year ending September 30, 1998, and for other purposes.

The Senate resumed consideration of the bill.

Pending:

Gregg amendment No. 1070, to prohibit the use of funds for national testing in reading and mathematics, with certain exceptions.

Coats-Gregg amendment No. 1071 (to amendment No. 1070), to prohibit the development, planning, implementation, or administration of any national testing program in reading or mathematics unless the program is specifically authorized by Federal statute.

Nickles-Jeffords amendment No. 1081, to limit the use of taxpayer funds for any future International Brotherhood of Teamsters leadership election.

Craig-Jeffords amendment No. 1083 (to amendment No. 1081), in the nature of a substitute.

Harkin-Bingaman-Kennedy amendment No. 1115, to authorize the National Assessment Governing Board to develop policy for voluntary national tests in reading and mathematics.

Domenici (for Gorton) modified amendment No. 1122, to provide certain education funding directly to local educational agencies.

Mr. NICKLES. Mr. President, I suggest the absence of a quorum.

The PRESIDENT pro tempore. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. KENNEDY. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDENT pro tempore. Without objection, it is so ordered.

Mr. KENNEDY addressed the Chair.

The PRESIDENT pro tempore. The Senator from Massachusetts is recognized.

Mr. KENNEDY. Mr. President, as I understand it, the time between now and 9:30 is evenly divided on the Nickles and Gregg amendments. Am I correct?

• This "bullet" symbol identifies statements or insertions which are not spoken by a Member of the Senate on the floor.



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The PRESIDENT pro tempore. That is correct.

Mr. KENNEDY. How much time then on each side?

The PRESIDENT pro tempore. Fifteen minutes on each side.

Mr. KENNEDY. Mr. President, I yield 5 minutes to the Senator from Minnesota.

The PRESIDENT pro tempore. The Senator from Minnesota is recognized.

Mr. WELLSTONE. I thank the Chair. Mr. President, I thank Senator KENNEDY.

AMENDMENT NO. 1081, AS AMENDED

Mr. WELLSTONE. Mr. President, we had an extensive discussion on the Nickles amendment last time. I just want to speak for a very brief period of time about it this morning.

Pending before a Federal court in New York, scheduled to be considered next Friday, is a motion by the election officer of the 1996 Teamsters election. A judge will make a decision then. And the problem with this amendment, Mr. President, is that it essentially tells the judge what to do.

I would like to say this morning that in many ways this reminds me of yesterday. This is an overreach. I think we are getting a little bit carried away with our power here.

My colleague from Oklahoma is a fine Senator. But he is not a judge. It is Senator NICKLES. It is not "Judge NICKLES." We don't really have the right to tell a judge what kind of decision he should make regarding the 1989 consent decree. That is for the judge to decide next week.

Mr. President, it is true that we had an election, and it is true that it was not satisfactory. And, indeed, the investment that we made to make sure it was a clean and fair election lead to a report, and the election officer essentially saying there has to be a rerun; that this has to be done again. That is the way it is supposed to be. An election which is not a fair election means that you have to have another election. That is where we are heading.

Mr. President, my colleague from Oklahoma has said that the consent decree was neutral as to whether there would be any more money spent on the election—silent on that matter. If so, on the Kennedy amendment, what my colleague from Massachusetts has talked about is right on the mark; that we make a commitment that we will not do anything here that will overturn, or essentially contradict, that consent decree.

The judge makes the decision in New York next week. What are we as a U.S. Senate doing trying to tell that judge how he should decide? That is an overreach. That is not our business. I think it raises constitutional questions. But I also think it raises another set of questions. I said this last time. I will repeat it in the last minute or two that I have.

Whatever the intentions of my colleague—and I know they are good intentions—the fact of the matter is that

there is a whole lot of people in the country who find the timing of the Nickles amendment to be suspect. I mean it comes in a relatively short period of time after a very successful justice struggle by UPS workers and by the Teamsters. It just looks like payback time. That is, I am sure, not his intention.

But the point of it is the timing is off. It doesn't look good for the U.S. Senate to be coming out on the floor of the Senate with an amendment like this short on the heels of this great victory for working people. And, in addition, it is an overreach. I mean we should not be telling the judge what kind of decision a Federal district judge in New York makes next week. I don't think it is constitutionally the right thing to do. I think it is probably unconstitutional. I don't think it is appropriate, and I hope that there will be a very strong vote against the Nickles amendment.

I yield the floor.

Mr. KENNEDY addressed the Chair.

The PRESIDING OFFICER (Mr. BROWNBACK). The Senator from Massachusetts is recognized.

Mr. KENNEDY. Mr. President, I yield myself 5 minutes.

Mr. President, the fact of the matter is, whether it is the intention or not the intention of those that propose this amendment, one can reach no other conclusion that this amendment is on the floor of the U.S. Senate because of the success of the Teamsters in the recent UPS strike. For the first time in many years, the Nation focused on the particular needs of part-time workers—their future, their security, and their well-being.

During that UPS strike, one of the key points that was made—and which I think resonated across the country—was that part-time workers don't have part-time mortgages, don't have part-time bills when they are feeding their children, don't have part-time bills when they are trying to work for their families, and bring up their families, and that in this Nation with our growing and expanding economy—and with the strongest economy that we have had in many years—part-time workers should not be excluded. That is the key issue. There are many of those that fought that issue. But, nonetheless, as a result of collective bargaining, part-time workers' needs were recognized. I think America understood this issue much better. Pension issues were resolved to try to ensure that we are not going to only have Social Security to rely on when they retire but at least have some benefit in terms of their pensions for men and women that work hard over a long period of time.

Those were the negotiations. Now there are many, and many in this body, that do not like the outcome of that particular measure. They have put this measure that is before us, which I think is really a reflection of that success.

The fact is, Mr. President, if we accept this amendment of Senators NICK-

LES and GREGG, we will be directly interfering with a consent decree that was agreed to by a Republican administration, agreed to by a Republican Attorney General, Attorney General Thornburgh, and it was heralded at that period of time as a great success by Republicans in trying to clean up corruption in a particular union. The fact is that when the Teamsters have a Teamster Union election, the Teamsters pay for it. But under that consent decree, if there are going to be Federal supervisors involved in this, and the Federal Government is going to be involved in ensuring that the election is going to be fair, then the Federal Government is going to be paying for this and participating.

We are not saying now and in the future when this matter is before the courts what the future is going to be, or whether there is going to be another election and who ought to pay for it. All we are saying is let the consent decree that is in place now continue to be respected and not be undermined by actions by the legislative body which is a direct interference into the separation of powers and into the judicial decision to have a consent decree by which the executive body agreed to.

That is the issue, Mr. President, and there are many important scholars that agree that, if we do have this kind of interference in a consent decree, we are going to subject this body to a contempt action because we will be interfering in a consent decree.

Mr. President, it seems to me that we ought to follow the regular order. This overall agreement consent decree is before the Southern District Court in New York. Briefs are being required by the middle of this month. There will be a judgment to be made by the judge in that decision. And we ought to respect that particular decision which has been agreed on and it is now a matter of consent decree. We should not interfere with a consent decree with a legislative intrusion. There are no funds in this appropriations affecting that particular settlement. And we have no business, as the Senator from Alaska has pointed out, a Republican, to be adding these kinds of extraneous issues into an appropriations bill. It makes no sense.

I withhold the remainder of my time.

Mr. NICKLES addressed the Chair.

The PRESIDING OFFICER. The Senator from Oklahoma.

Mr. NICKLES. Mr. President, in listening to my colleagues, I heard, "Well, the reason why this amendment is offered is because the Teamsters strike against UPS was a phenomenal success." I have never commented on that. But I don't know that I could consider success that they have 15,000 fewer workers today after the strike than they had before the strike.

I know that some people characterize it. But I will tell my colleagues, you can question my integrity or not, that is not the reason I am offering this amendment. I am offering this amendment because I read that taxpayers

paid \$22 million for it. I don't know who won that strike. With strikes I think basically everybody loses. I think the company loses, and the workers lose. And if you have 15,000 fewer jobs, that is a loss. And certainly the company loses lots of money and lots of customers. So that is a loss.

But that is not the purpose of my amendment. The purpose of my amendment is that I didn't know that the taxpayers were paying for that election.

I thought, why did we pay for that election? Well, there was a consent decree order in 1989 that said we will have a couple of elections to deal with, 1991 and 1996. And they agreed in the consent decree to supervise all future Teamsters elections. It is in the consent decree. They said, in 1991, the Teamsters will pay for it. They said, in 1996, the taxpayers will pay for it. They were silent on any subsequent elections.

I want to make sure that we do not pay for it. I do not think we should have paid for the one in 1996. I did not know about it until after the fact. So if anybody wants to question my motives, I almost could put out—I am not questioning other people's motives. I have not raised the fact the Teamsters put in so much money in these elections, and so on. I have never said people are out here defending this because they received support. I am not going to do it. I am not questioning other people's motives.

I am a little sensitive to that statement because it was made last week, and I did not respond to it earlier this week and now it is repeated. That is infringing, or very close to infringing on Senate rules.

We have a right to say how money is appropriated in this body. My colleague from Minnesota said, well, maybe in this institution a consent decree overrides the Constitution. I do not think so. In the Constitution of the United States, article I, section 9 says, "No money shall be drawn from the Treasury but in consequence of appropriations made by law."

That is by Congress. Article I of the Constitution says, under congressional powers, Congress has the right to appropriate money. We have the right basically not to appropriate money, and that is what this amendment says. This amendment says we do not want to spend another \$22 million. We can supervise the election. Frankly, we have to supervise the election. The consent decree says we will supervise the election.

What happened in the last election? According to the report that was done by the election officer of the Teamsters' last election, "The violation of the rules described above were not merely"—this is a quote from her report, and I will put it into the record. "The violations of the rules described above were not merely technical but products of schemes to funnel union and outside money into the election

and thus change the outcome. These were egregious violations by high level functionaries who believed that winning at all costs was more important than abiding by the rules and the law. Members cannot have confidence in their union or its leaders if they see that their choice of officers has been manipulated by outsiders. The election officer has searched for means of properly remedying the violations while at the same time avoiding the burden on the union and its members inherent in holding a new election. Unfortunately, no such path is apparent."

Mr. President I will ask unanimous consent that at least these two pages of the report of the election officer be printed in the RECORD.

There being no objection, the material was ordered to be printed in the RECORD, as follows:

ELECTION OFFICER FOR THE INTERNATIONAL BROTHERHOOD OF TEAMSTERS

In re: Jeraldine Cheatem; Robert H. Spearman; Jim Hoffa—No dues increase—25 and out slate; Jerry Halberg; James P. Hoffa.

DECISION CORRECTION

The first full paragraph on page 130 should read as follows:

An order of the Election Officer, unless otherwise stayed, takes immediate effect against a party found in violation of the Rules. *In Re: Lopez*, 96—Elec. App.—73 (KC) (February 13, 1996). However, the fines levied in Part III(C) of the decision are not final and are not to be paid until such fines are ordered by the Court upon application of the Election Officer.

Dated: August 21, 1997.

BARBARA ZACK QUINDEL,  
Election Officer.

ELECTION OFFICER FOR THE INTERNATIONAL BROTHERHOOD OF TEAMSTERS

In re: Jeraldine Cheatem; Robert H. Spearman; Jim Hoffa—No dues increase—25 and out slate; Jerry Halberg; James P. Hoffa.

SUMMARY OF DECISION<sup>1</sup>

The Election Officer for the International Brotherhood of Teamsters ("IBT") was appointed by the U.S. District Court for the Southern District of New York to supervise and conduct the rank-and-file election for International officers to ensure a free, fair and informed process. Her duties arise from the 1989 Consent Decree approved by the District Court in a case brought by the government under federal racketeering laws. The ballot count in the 1996 International officer election concluded on February 27, 1997. This decision follows the investigation of numerous post-election protests.

Part I of the decision addresses several protests which challenged the fairness and accuracy of the ballot count. Following a detailed explanation of the receipt, processing, and count of the ballots, those protests are denied.

Parts II and III of the decision address allegations that non-IBT members made \$221,000 in improper contributions to Teamsters for a Corruption Free Union ("TCFU"), a fundraising committee of the Ron Carey Campaign. The Election Officer concludes that the contributions violated the Election Rules' prohibition against employer and IBT contributions.

<sup>1</sup>This summary has been prepared by the Office of the Election Officer for the convenience of the parties and the general reader. The summary is not part of the decision and may not be cited before the Election Appeals Master, the District Court, or any other tribunal.

The TCFU contributions were used by the Carey Campaign to fund approximately 40% of a direct mail get-out-the-vote program. Given the small margins between the winning candidates on the Carey slate and the losing candidates on the Hoffa slate, the \*\*\*

\*\*\* in their attacks on the positions, records, and integrity of the opposing candidates. One may question whether such campaigns are the most effective in winning votes or even building democratic institutions, but no one can question that this campaign was as open and competitive as any undertaken in an American labor union in recent history.

Preserving the new open spirit within the IBT requires some sacrifice. Certainly the hardship on the candidates and the members of rerunning so massive an election is a factor to weigh in this decision. A rerun election inevitably affects the Union as an institution, as many of its leaders, at both the local and national level, become diverted from the central work of bargaining and enforcing contracts and organizing new members. Many members of this Union want nothing more than to return to the basic tasks of trade unionism and have looked forward to a respite from the almost ceaseless campaigning of the past two years. However, there are even greater dangers if strong action is not taken when employers secretly attempt to influence the election of IBT officers. The violations of the Rules described above were not merely technical, but products of schemes to funnel Union and outside money into the election and thus change the outcome. These were egregious violations by high level campaign functionaries who believed winning at all costs was more important than abiding by the Rules and the law. Members cannot have confidence in their Union or its leaders if they see that their choice of officers has been manipulated by outsiders. They cannot have confidence in the Consent Decree if Court officers do not take effective action to prevent and remedy such misconduct.

The Election Officer has searched for a means of properly remedying the violations while at the same time avoiding the burden on the Union and its members inherent in holding a new election. Unfortunately, no such path is apparent. The election of International officers is the clearest expression of the control of members over their union; it is also the key to insuring that organized crime, employers, or any other outsiders do not use the Union for their own purposes. To avoid a rerun because of the disruption it brings could allow this union to lose its most valuable resource: the support, participation, and confidence of its membership. Such a result cannot be allowed.

Because the violations of the Rules described above may have affected the outcome of the election and further threatened the integrity of the process, the Election Officer hereby orders a rerun election for all International officer positions except Central Region Vice \*\*\*

Mr. NICKLES. Mr. President, how much time remains on both sides?

The PRESIDING OFFICER. The Senator from Oklahoma has 9 minutes 30 seconds; the Senator from Massachusetts controls 6 minutes and 30 seconds.

Mr. NICKLES. I reserve the remainder of my time.

The PRESIDING OFFICER. Who seeks the floor?

Mr. KENNEDY. How much time remains again?

The PRESIDING OFFICER. The Senator from Massachusetts controls 6 minutes and 30 seconds.

Mr. KENNEDY. And the other side?

The PRESIDING OFFICER. Nine minutes and fifteen seconds.

Mr. KENNEDY. I yield 4 minutes to the Senator from Maryland.

The PRESIDING OFFICER. The Senator from Maryland is recognized for 4 minutes.

Mr. SARBANES. Mr. President, I urge my colleagues to oppose the Nickles amendment. This represents an unjustified intrusion by the Congress into the decades-long effort by Federal prosecutors to rid the International Brotherhood of Teamsters of corrupt influences.

That is what is involved here, it is the effort to drive corrupt influences out of the Teamsters Union. Now, that effort has been vigorously pursued by both Republican and Democratic Departments of Justice. It culminated in litigation and ultimately a consent decree between the International Brotherhood of Teamsters and the United States. This was a consent decree entered into by the Bush administration and Attorney General Thornburgh, who hailed this as a major achievement, which I concede it was. And now Congress, with this amendment, is seeking to interfere in that law enforcement effort at a vital moment.

In the 1989 consent decree, the Federal Government effectively entered into a contract to pay for the supervision of the 1996 election. In fact, the consent decree is very clear in stating, "The union defendants consent to the election officer at Government expense to supervise the 1996 elections." And the rerun election we are talking about is the 1996 election, which has not been certified. It is now back before the court.

Now, this amendment breaches that agreement. It in effect violates the consent decree.

It is asserted that unions typically pay for their own elections. That is quite true. But in those elections they do not have election officers, and they do not have Federal supervision of the election. What the consent decree said was that the union would pay for the 1991 election and that the 1996 election would be supervised under the consent decree at Government expense.

Now, the Teamsters already pay \$3 to \$4 million annually for consent decree activities related to the effort to prevent corruption. Between 1990 and 1995, they incurred costs in excess of \$40 million in complying with its obligations and responsibilities under the consent decree.

The danger with this amendment is that if the Government goes back on its undertaking to pay for the supervisory costs of the 1996 election, you will take the Teamsters out from under the necessity of having an election officer. You do not ordinarily get election officers to supervise union elections.

My colleagues on the other side will say, well, what did we get out of it? What we got out of it was the continued supervision of the union elections into the 1996 election to help ensure

that corrupt influences would not creep back into the union and affect its legitimate operations. The executive branch agreed to this consent decree.

The PRESIDING OFFICER. The Senator's time has expired.

Mr. SARBANES. It is embodied in a court order.

The PRESIDING OFFICER. The Senator's time has expired.

Mr. SARBANES. And this amendment blatantly violates that court order. I urge my colleagues to reject this amendment.

Mr. President, we reserve the remainder of our time.

The PRESIDING OFFICER. Who seeks the floor?

Mr. NICKLES addressed the Chair.

The PRESIDING OFFICER. The Senator from Oklahoma.

Mr. NICKLES. Mr. President, I heard the comments of my colleague from Maryland, but he is incorrect. The consent decree that was agreed to in 1989 stated that the Teamsters would pay for the election. I will just read it. "The union defendants further consent to U.S. Department of Labor"—this is from the consent decree, page 16—"supervising any IBT"—that is the Teamsters, International Brotherhood of Teamsters—"elections or special elections to be conducted after 1991 for the office of President, Secretary, Treasurer, Vice President and Trustee."

They have agreed to supervision. And the Federal Government supervised the 1991 and 1996 elections. What was unique about the 1996 election, we paid for it as well. We conducted it. We paid \$22 million. I hope all my colleagues understand that. We paid \$22 million, the Federal taxpayers paid \$22 million for the 1996 election. It was the one that was determined to be corrupt. We did not do that in 1991.

What was the difference? I think people are a lot more willing to cheat maybe if it is somebody else's money. And they did. There was corruption with the taxpayers' money.

We will still have supervision. My amendment does not prohibit supervision. It does not abrogate the consent decree. The consent decree, frankly, was silent on who would pay for any subsequent elections. I even called the former Attorney General and asked him. No, we did not say anything about that. I read this section. It is not there.

Now, some people would like to interpret it as, oh, the taxpayers will pay for this forever. If there is corruption in the next election, the taxpayers will pay for it. If there is corruption in the next election, we are going to continue having taxpayers get stiffed. In this case, the Teamsters got hurt. I am talking about members of the Teamsters. Union members got hurt because they had a fraudulent election. They have to have it again. And the taxpayers got hurt. I am trying to say it wasn't the taxpayers' fault there was fraud last time. We should not have taxpayers getting ripped off again.

What is the cost of this? Twenty-two million dollars. Every other union in

the country pays for their own election. Every other union in the country. This is not a group that is not doing well. Senator KENNEDY and Senator WELLSTONE have been bragging how well they did in the contract. I do not know what kind of improvements they got. I did check; I think the average wage is about \$27 an hour, wages and benefits. That is pretty good. That is \$50,000-some a year. In the last election, the taxpayers paid \$22 million; there are 1.4 million Teamsters; a little less than 500,000 voted. That is a cost to the taxpayers of about \$45 a vote. That is pretty high. If the Teamsters have to pay for this themselves, I calculate it is about \$15 a member. That is about a half-an-hour's pay. But they should have to pay for it. When any other union has an election, when the Teamsters have an election, they pay for it. The taxpayers should not have to pay for this.

So, Mr. President, this amendment is consistent with the consent decree. We are just trying to make it perfectly clear we are not going to pay for the next one. And for anyone to say, well, wait a minute; we don't have the right to do that, they are not reading the Constitution. The consent decree does not say anything about a future election. Maybe they would like to have the discretion, and if the Teamsters have a good attorney they can convince some judge, well, maybe this will be a continuation and therefore taxpayers should pay for it, but that is not in the consent decree. And frankly that should not happen.

By passing this amendment—and I am optimistic that we will pass this amendment—we say we are not going to pay for it again. We got ripped off once. We paid \$22 million for a fraudulent election. We, being the taxpayers, paid \$22 million for a fraudulent election last time. We should not do it again. Frankly, we are not going to do it again.

Do we have the right to do this? Somebody said the consent decree supersedes law. No way in the world. I will read a memo that came from Deputy U.S. Attorney Jamie Gorelick. This is dealing with the Antideficiency Act, but she said, "You should be particularly mindful of this restriction if you are contemplating entering into any consent decree. Please ensure the terms of the consent decree do not obligate the government to spend funds beyond your office litigation budgets or beyond the current fiscal year."

They know that. The CRS did some study on the 1989 consent decree, and this was dated May 18, 1995. "Legislation enacted by Congress limiting or restricting funds for the 1996 election would be Federal law and Government parties would be bound to take appropriate action in reliance of that law."

That would be if we had denied funding for the 1996 election. We didn't do that. What this amendment will do is say we are going to deny taxpayers' subsidy to the 1998 election. We can

still have supervision. As a matter of fact, there will be supervision. There will be supervision on any subsequent election, but it will not be paid for by the taxpayers. Let the Teamsters pay for it. They are the ones who engaged in this corruption. And if anyone looks at the report of the election observer, she talks about "outside money into this election and thus change the outcome." She said there "were egregious violations by high level campaign functionaries who believed winning at all costs was more important than abiding by the rules and the law."

I do not want to repeat that. If we allowed the opponents of this amendment to prevail, we could have the exact same thing happen again. We could have another election. We could have more corruption, and they would be coming back to say, oh, we want you to pay for it again.

There is no end to what they say would be the outflow of Government dollars. I do not think it is needed. I do not think it is necessary. We got ripped off once. We should not be ripped off again. And so I urge my colleagues to adopt the Nickles-Jeffords-Gregg amendment.

Mrs. BOXER. Mr. President, I rise today in opposition to the Nickles amendment to prohibit Federal funding to the Teamsters election an amendment to the Labor-HHS appropriations bill. I believe this amendment is a clear violation of the 1989 consent decree entered into by the Department of Justice and the International Brotherhood of Teamsters.

The consent decree required, among other things, that the 1996 Teamsters' election be subject to the supervision of a court-appointed election officer, at Government expense. Due to problems uncovered related to the campaign of the elected president, however, the court-appointed election officer has refused to certify the 1996 election and has asked a Federal court in New York to formally order a new election. Inasmuch as any court ordered election is a continuation of the 1996 election, it seems clear that the rerun election must also be subject to the terms of the consent decree—including the portion of the decree which provides "The union defendants consent to the election officer, at Government expense, to supervise the 1996 elections."

I think it is important to recognize that this is not, or at least should not, be a partisan issue. It was a Republican administration and thus, a Republican-controlled Department of Justice, that obligated the Federal Government to the financial obligations outlined in the 1989 consent decree—not a Democratic administration. Rather, the Democratic administration, under President Clinton, is simply living up to the obligations of the consent decree. If the Nickles amendment passes, the Government would be prohibited from paying for the rerun election and thus, could be held in contempt of court for failing to adhere to the terms

of the consent decree. Again, this rerun election is not a new election; rather, it is necessary to complete the 1996 election, and thus is subject to the 1989 consent decree.

So I urge my colleagues to oppose the Nickles amendment and to support this very important consent decree to which the Government obligated itself in 1989. Thank you Mr. President.

Mr. NICKLES. Mr. President, what is the situation on time?

The PRESIDING OFFICER. The Senator from Oklahoma controls 2 minutes 45 seconds; the Senator from Massachusetts controls 2 minutes and 30 seconds.

Mr. NICKLES. Mr. President, I yield back the remainder of my time.

Mr. KENNEDY. Mr. President, I yield the remaining time to the Senator from Maryland.

Mr. SARBANES. Mr. President, I have been listening very carefully to my colleague from Oklahoma. I am beginning to wonder, what is happening to this tremendous effort to drive corruption out of the Teamsters union? The Senator quoted a memorandum from Deputy Attorney General Jamie Gorelick, which is dated after the 1989 consent decree. I say to my colleague from Oklahoma, you cited this memorandum of Deputy Attorney General Gorelick which comes after the 1989 consent decree. The consent decree was entered into by Attorney General Thornburgh and the Bush Administration. So, now we are told that a later memorandum is going to vitiate the earlier consent decree. How is that for undoing the law?

The Senator is playing with fire. If this rerun is not the 1996 election, then the results of the 1996 election ought to hold and there should not be a further election. This is not a new election. This is a rerun of the 1996 election.

The Senator selectively quotes from the consent decree. The consent decree is very clear. It says, "The union defendants consent to the election officer, at Government expense, to supervise the 1996 IBT election." He omitted that part of the consent decree. My colleague then quotes, "The union defendants further consent to the Department of Labor supervising IBT elections." That supervision, I say to my colleague, by the Department of Labor, does not encompass an election officer and it does not encompass the severe degree of supervision that comes with an election officer. What is the objective here? Is the objective to get the Teamsters out from under the consent decree so they don't have to use an election officer in doing this rerun of the election? If that is the objective, I strongly disagree with it. Having an election officer serves a public interest.

Then we are told every other union pays for its own elections. We have heard that time again and again, but they don't have an election officer to supervise their elections.

The PRESIDING OFFICER. All time has expired.

Mr. SARBANES. I urge my colleagues to oppose this amendment.

AMENDMENT NO. 1070

The PRESIDING OFFICER. There will now be 30 minutes of debate equally divided on amendment No. 1070.

Who seeks the floor? The Senator from Indiana.

Mr. COATS. Mr. President, we are debating, here, under this limited time agreement, an issue that has received considerable discussion. There is considerable controversy over the issue of national testing. It has received enormous attention.

When the issue was first raised in the context of this appropriations bill, Senator GREGG and I offered an amendment expressing our concern that we were going forward, here, with an issue of considerable controversy, without it being authorized and without hearings and without discussion as to the implications of this. We felt it deserved a full public discussion because there was great controversy over the idea of national testing.

Unfortunately, the decision that was made on the part of the administration was to go forward with this initiative without congressional authorization. We attempted to address that issue with our amendment. But last August, without congressional approval or statutory authority, the Department of Education announced that it would develop a national test to be implemented in the spring of 1999, and went forward and awarded a \$13 million contract to a consortium of testing companies. Instead of turning the proposed test program over to the National Assessment Governing Board, an entity with 10 years of experience in this area, the administration intended to bypass this procedure. Senator DORGAN spoke on the floor. We raised the issue. Senator DORGAN responded by saying he agrees with us that we would be far better off getting this out of the hands of the Department of Education and into the hands of an independent assessment agency to address some of this controversy about the Federal direction of how the test is derived and how it is administered and so forth.

The President, in his radio address a week ago, stated that he would concede to the argument that many were posing, that this would be better if not designed and directed by the Federal Government. That, then, opened the door to our trying to find a way to constitute an outside independent agency to write the test and administer the test. Many of us, even with that, expressed real concerns about the whole concept of a national testing program versus allowing these decisions to be made at State and local levels. But it was clear that the issue was going forward. So, in response to that, what we attempted to do was negotiate with the administration, with our Democrat colleagues and others, to comply, essentially, with what Senator DORGAN was suggesting we do and what the President was suggesting we do. The initial proposal that the President had outlined maintained what we thought was

a link with the Harvard education administration, which simply fueled the controversy.

So, over the last several days we have had considerable discussion and negotiation with the administration on this, attempting to improve this process and really to reserve further debate, on whether there ought to be national testing or not be national testing, for the conference committee and for this body. There is a division of opinion on that, a division all along the ideological spectrum. Former Secretary of Education Bill Bennett said national testing can be beneficial if done the right way, if not manipulated to achieve a certain result or to drive a curriculum, but as an assessment tool.

I quote from an article written by his former assistant, Chester Finn, Jr., who says:

Properly done, standards-based national tests would provide useful information to students and their parents and put pressure on schools to improve.

Congress, which created the National Assessment Group, NAGB, could easily design a program which would achieve the goals of national testing, being a useful tool in improving public education.

The crucial questions [he says] about any test are who decides what's on [the test] and who sets the standards by which student performance is judged.

We have set out to do that. I am pleased to announce that late last evening we were able to achieve agreement with the administration on the conditions upon which this would go forward. Under the agreement, and I will briefly explain it, no school or school district will be forced to use the national test if they don't want to. It is strictly voluntary.

We also have provided that no school not using the test will in any way be denied the Federal funds that come to that school for various purposes. So, receipt of Federal funds is not conditioned on their using or not using the test.

Further, we have provided that no private or parochial school or home-schooled individuals are forced to take a test without their consent. That was a legitimate response to some questions raised by home-schoolers and private and parochial schools. This is a key provision. Currently, States are using a variety of testing instruments to determine how their students are performing. Yet, according to many experts, this patchwork of tests does not provide a common yardstick by which parents and educators can compare results. And while it is true that testing won't help children learn more, it is equally true that testing can give us valuable information about how we are doing, and will ultimately be useful in providing tools for parents to use in holding schools accountable for their results.

Second, the changes that we have made allow the National Assessment

Governing Board the exclusive authority over all policies, directions, and guidelines for establishing voluntary national tests for fourth-grade English reading and eighth-grade mathematics. To assure NAGB's independence, the amendment provides that NAGB shall have the sole authority to award grants and contracts and otherwise operate independently of the Department of Education. The compromise which we reached gives NAGB 90 days to review and make substantial changes, if needed, in the contract negotiated by the Department of Education.

Third, we have directed NAGB to ensure that the content and the standards for the national test are the same as those for the National Assessment of Educational Progress test, the NAEP tests. The President has stated on numerous occasions his intention to have voluntary national tests based on the well-respected, high standard of the NAEP test, and this amendment accomplishes that.

Fourth, we have made numerous changes to the composition of the 25-member board, NAGB, to ensure bipartisanship and a new focus on locally elected officials rather than the so-called Washington experts. These changes include the addition of a current or former Governor, bringing the total number of Governors on the board to three; the addition of a new category, allowing participation of two mayors; two additional representatives of business or industry, bringing the total of that to three; and the elimination of five curriculum or testing experts who were employed by the board but should not have had voting privileges, a potential conflict of interest there. We have also increased the length of the terms on the board from 3 to 4 years in order to provide for more continuity.

Fifth, the amendment returns to NAGB the authority it had prior to 1994 to nominate individuals to fill vacancies which occur on the board. Under this process, the Secretary must select from candidates nominated by NAGB. The amendment provides a 30-day transition, so that current vacancies and newly created positions are filled by the Secretary after consultation with the House and the Senate.

These changes are critical to ensuring that national testing is under the supervision of an independent, bipartisan agency and not the Federal Department of Education.

There is no doubt that standardized tests assess performance, but they do not generate it. Yet I am increasingly convinced that giving parents a better and possibly more accurate picture of their child's academic performance will help them obtain the best education for their child. These tests are simply another tool for parents to use in holding local schools and local systems accountable for providing the kind of opportunities for educational achievement that all children in America deserve.

Mr. President, I have other Members who wish to speak on this. I reserve my time at this particular point.

The PRESIDING OFFICER (Mr. HAGEL). The Senator from New Mexico.

Mr. BINGAMAN. Mr. President, let me start by complimenting the Senator from Indiana for the compromise that we have worked out here. I am pleased to cosponsor that compromise amendment with him. I do think the essential point to be made here is that through this amendment, this compromise amendment, we transfer control of the development of voluntary national tests over to this independent governing board that is referring to as NAGB, the National Assessment Governing Board. This is essentially the same approach that was suggested by Secretary Riley and proposed by myself, Senator DORGAN, Senator HARKIN, and offered in the amendment 1115 which we offered last week. More important, the amendment will allow the test development process to continue without any undue delay.

Let me say a word about what NAGB is, because it would now be the organization or the entity with this responsibility. The governing board that now will oversee the development of these tests is the National Assessment Governing Board. It was established in 1988 by the Congress. It is bipartisan. It is independent. As Senator COATS indicated, it contains Governors, legislators, superintendents—now it will contain some mayors, business people, experts in education as well; and the core responsibility of this group has been to oversee the development and execution of NAEP, the National Assessment for Educational Progress. This test that we are talking about here, which will be available on an individual student basis, is to be an outgrowth of that National Assessment of Educational Progress test, which is well respected and has been for a long time.

Let me point to two charts here, and then I know Senator KENNEDY wishes to speak, Senator WELLSTONE and Senator DORGAN. I want to defer to them.

Mr. President, how much time remains, and is the time controlled or is it uncontrolled at this point?

The PRESIDING OFFICER. Time is equally divided. The Senator from New Mexico has 11 minutes.

Mr. BINGAMAN. I yield myself an additional 5 minutes, and then I will divide the remaining 6 minutes among the three Senators I indicated before.

Let me first point to this chart which I think makes the case for these tests that the President is talking about and that many of us have supported. At the present time, we have a hodgepodge of tests that have been developed around the country that are given to students and then the results of which are given to parents, and they are told that this is an accurate description of how their child is doing in school.

The reality is that some parents and some students are led to believe that

they are performing at acceptable levels and are led to believe that the education they are receiving is an appropriate education. They don't find out the reality until they apply to college or get in the workplace and find they do not have the skills or the training they need.

This chart shows a comparison between the standards that have been adopted by many States and the standards set by this National Assessment for Education Progress, or NAEP. You can see the dramatic difference. For example, in the case of Wisconsin, 35 percent, according to the National Assessment for Education Progress, which is the standard we are trying to give people information on, 35 percent of their students were performing at acceptable levels. According to the standard used by the State of Wisconsin, 88 percent of the students were performing at acceptable levels.

In the case of Louisiana, the disparity is even greater. The State of Louisiana indicated that 88 percent of their students are doing fine. When you look at what the National Assessment for Education Progress given to students in Louisiana indicates, only 15 percent of their students were doing fine. So there is a dramatic disparity there.

What we are trying to do is get good objective information to parents throughout the country.

This is strictly voluntary. No State needs to use this test. No school district needs to use this test. No individual student needs to take this test. And if parents want to ignore the results of the comparison, they can, but it needs to be available to those who want to use it.

This other chart I want to show is a listing of the States that have already chosen to use this voluntary test once it is developed. There are several States listed here: Alaska, Kentucky, Maryland, Massachusetts, Michigan, North Carolina, and West Virginia. There are many other States, including my own, which are thinking seriously about it. They have not taken any formal action to commit themselves to use this test, but they are looking at it and they are very interested.

There are 15 school districts in our major urban areas that have indicated they wish to have the advantage of the benefit of taking this test or using it in their schools.

All this amendment will do is to allow the development of the test, allow us to go forward with the development of the test so that it will be available to these States and to these school districts to the extent that they choose to use it.

I believe this is a very good course to follow. I think this is the right thing to do for our students, it is the right thing to do for the parents of these students so that they can show with some accuracy whether their children are getting the kind of education that they are going to need in later life.

I very much support the effort the Senator from Indiana has made here. I

hope we can adopt this amendment with a large margin.

Mr. President, I defer to the Senator from Massachusetts for a couple of minutes for him to make his statement.

Mr. KENNEDY addressed the Chair.

The PRESIDING OFFICER. The Senator from Massachusetts.

Mr. KENNEDY. Mr. President, first of all, I congratulate Senator COATS, Senator GREGG, and our Republican friends for working with the administration and working with concerned Members in fashioning this compromise.

I think there are basically two fundamental approaches that we ought to be doing for our children. One is we ought to have support systems and, secondly, we ought to have accountability.

What we are trying to do with this testing program is empower parents, empower parents so that they know how their children are doing, and then to ensure that we are going to have support systems to help those parents.

We are seeing an expansion, hopefully, of our literacy program. We have an expansion of our basic skills program with the math and science, with the title I programs. We have seen the support for our technology program. Under Senator JEFFORDS, we are going to see an expansion of teacher training. Under our Goals 2000 program, 90 percent of the money goes locally to help the local schools meet these standards.

So what we are trying to do is have the support systems for our children, but on the other end we want to have accountability for parents and for children so they know how they are doing. If children do not know how to read, as 40 percent of them do not at the fourth grade level, they are going to be in trouble in terms of continuing their education, the problems of dropping out and all the other challenges which they are going to face.

This is really an enormously important effort to try and address that very considerable concern for every family in this country. We welcome the strong bipartisan effort we are seeing reflected on the floor at this time.

I thank the Senator from New Mexico.

Mr. COATS addressed the Chair.

The PRESIDING OFFICER. The Senator from Indiana.

Mr. COATS. Mr. President, can I inquire how much time is available on each side?

The PRESIDING OFFICER. Five minutes to each side.

Mr. COATS. I yield 2 minutes to the Senator from Missouri.

Mr. ASHCROFT. Mr. President, I thank the Senator from Indiana. I rise to indicate my opposition to a national individualized testing system that could lead to a one-size-fits-none curriculum dictated from Washington. Once you let Washington decide what kids should know, it will effectively control what and how they are taught.

President Clinton's initiative for a federally funded testing system already is headed down this slippery slope—work on the tests is currently underway. Here is what we know about them:

First, there is the eighth grade math test. Instead of measuring competence in basic computational skills directly, the test under construction would allow students to use calculators at all times. Some local parents, organizations, and States might decide they don't want to be controlled by a curriculum that only has reference to calculators. They might really want their young people to learn how to do mathematics absent calculators.

Furthermore, the content being tested, which ignores algebra, would not promote higher achievement or hold up to international competition.

Hundreds of mathematicians, teachers, school board members, parents and others recently signed a letter to President Clinton protesting the failed design of this math exam.

In testing reading, when you have a national uniform test, one size fits none. The proposed fourth grade reading test is predicated on the same philosophy of reading that drives what is known as whole language instruction. Under this philosophy, it is not as important for children to learn the difference between nouns and verbs as it is for students to analyze an author's feelings about what is written.

If a national test imposes a whole language approach to reading and rejects the phonics approach, what are we saying to parents about the potential for local control if those parents don't have a capacity to say we want our kids to learn reading by using phonics and we want a test that reinforces that kind of learning? Parents at the local level need to be able to decide if they want their fourth graders to learn the basics of the English language, not merely get in touch with an author's feelings.

I understand that the Nation needs to know where we are academically as a nation. However, we already have a capacity to assess student performance on a national level. Since 1969, the National Assessment of Educational Progress has tested a representative sample of students in 4th, 8th, and 12th grades in reading, U.S. history, geography, math, and science. NAEP has provided the Nation an understanding of overall student performance while allowing decisions on appropriate tests for individual students to be made at the local level. While NAEP allows a measure of student performance by sampling, an individualized testing system threatens local control substantially.

In my judgment, national uniform individualized testing will ultimately direct curriculum, curriculum which will become nationalized and uniform. This will take from the system the energy of the kind of curriculum that can be developed to suit local needs and will involve parents in education.



The real test before us today is whether or not the President is willing to trust parents and teachers at the local level to determine what their children should learn. The single most important factor in educational achievement is parental involvement. It is more important than computers, than blackboards, than teacher salaries, than the nature of the school facility. Whether parents are actively engaged means a lot.

If we nationalize our system of education for elementary and secondary students, we will have made it far less likely that parents will be actively involved. Parents can and should get good information about the progress of their children. That is possible at the State and local level. However, national, individualized tests would seriously threaten parental involvement and control and lead to more Washington intermeddling in our schools.

I just want to indicate that I think nationalizing the testing process for our schools will drive us to a national curriculum and drive us to national teacher certification. I believe States ought to have the authority to certify teachers and develop a just curriculum, particularly as it relates to trying new methods of teaching.

Many of America's schools are failing; they are failing to teach our kids how to read, write, and count; they are failing to offer them the skills to compete effectively in the information age; they are failing to teach them what America is and what she represents in the long history of the world.

Involved parents controlling and directing schools that teach basic academic skills have been, and should always be, the foundation of our educational system. These are the building blocks that made America's schools the envy of the world. They are the standards upon which we must base their return to greatness.

The PRESIDING OFFICER. The Senator's time has expired.

Mr. COATS. Mr. President, I yield 1 minute to the Senator from Vermont. Before I do, let me just say that I recognize the legitimate concerns that the Senator from Missouri has raised, and that is why we negotiated a totally voluntary process and exemption for any school, any individual, any school district that does not want to participate does not have to participate without any jeopardy of losing any funds.

So whether it is a home school, private school, parochial school, individual school district, whatever, if they agree with the Senator from Missouri—and I believe he raises some legitimate concerns—they don't have to participate in this at all.

I now yield to the Senator from Vermont.

The PRESIDING OFFICER (Mr. BROWNBACK). The Senator from Vermont.

Mr. JEFFORDS. Mr. President, I rise only to commend those who have brought about this very reasonable

compromise. This could have been a very divisive issue, but Senator BINGAMAN, especially Senator COATS and Senator GREGG have worked very long and hard to make this into a reasonable compromise which will be of assistance to us rather than something that could have been detrimental. I yield the floor.

Mr. BINGAMAN. Mr. President, I yield 2 minutes to the Senator from Minnesota.

Mr. WELLSTONE. Thank you, Mr. President.

I congratulate my colleagues. I am going to vote for this, but it is a close call. I have some sympathy for the comments made by the Senator from Missouri. I would like to, in the midst of people feeling good about this work, sound a cautionary note. There are different ways of measuring accountability rather than just standardized tests. If teachers have to use the standardized tests, it will be educationally deadening, and I worry about the worksheets becoming the primary way we are teaching.

The second point I want to make, I say to my colleagues, is it is true, we have to have standards in accountability, but if we don't do anything to dramatically transform the concerns and circumstances of these children's lives, we already know which children are going to do well on these tests and which children are going to fail. If I had a criticism to level, it would be more at my party and more at the administration.

The fact of the matter is, we are investing not anything in rebuilding crumbling schools. Where is the President and the administration on this? The fact of the matter is, we are not even reaching 1 million Head Start students. I was out here on the floor yesterday talking about that. The White House did not even ask for enough money to cover 1 million. Why can't we do more by way of Head Start, early childhood development, reinvest and build schools as opposed to having these dilapidated crumbling schools in this country? What did we do when we cut food stamps, which is the major food nutrition program for children, 20 percent by 2002?

In all due respect, these tests are a small move in the right direction, but they are use just a technical fix and are just symbolic and do not do much until we finally make a commitment to make sure there is equal opportunity for every child in this country. We are a long, long, long way away from that in the U.S. Senate or the U.S. House of Representatives. I call on the President to show much more leadership when we are talking about children and education.

Mr. BINGAMAN. Mr. President, I ask unanimous consent to have Senators DORGAN and HARKIN added as cosponsors.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. BINGAMAN. I yield the remainder of my time to the Senator from North Dakota.

Mr. DORGAN. Mr. President, how much time remains?

The PRESIDING OFFICER (Mr. ROBERTS). The Senator from North Dakota has 3 minutes.

Mr. DORGAN. Mr. President, while I agree with my colleague, the Senator from Minnesota, on the entire discussion about deteriorating schools and equal opportunity and a range of other things, this issue is very simple. This issue is about national testing. It is not about a national curriculum. It is not about investing in schools. It is national testing.

The reason I support this is we can either decide as a country to figure out what we are getting from this educational system and have some kind of national testing to determine are we reaching achievement levels in the fourth grade and eighth grade or we can have no such approach.

The other body is passing legislation that would prohibit any approach of this point. "We don't want to evaluate what is happening," they say. That is a very strange position.

It seems to me you ought to evaluate if children can read sufficiently at the fourth-grade level because these are gateways to the rest of their educational life. If you can't read sufficiently at that level, you are not going to do well the rest of your educational life. So we are talking about can children read in fourth grade. Do they have a mastery of the mathematics principles in the eighth grade they need? This is what this is about: national testing to evaluate in these two areas.

It is voluntary. Any child may opt out. Any school may opt out. Any State may opt out. It is purely voluntary, but it does say, as a country, we aspire to reach achievement levels and aspire to give our parents across this country the opportunity to understand what are we getting for the education dollar we are spending, where are the problems and how do we fix them. That is what you get with this kind of national testing opportunity.

Again, it is not about national curriculum. It is not about a national requirement. It is a voluntary approach to national testing to determine whether our children can read sufficiently in the fourth grade and perform the basic tests of mathematics in the eighth grade. To the extent we do that as a country, we will aspire to better understand our education system, better understand what we are getting for our education dollar, and in that way I think will be able to improve the system of education in this country.

I appreciate very much the cooperation of the Senator from Indiana, the Senator from New Hampshire, and others, and especially the leadership of the Senator from New Mexico. Doing this today I think is a step forward for the American people and is in marked contrast to what we are going to see come

from the other body. I hope when we go to conference we will accept the Senate provision because it is moderate, thoughtful and the right thing for this country and its children.

Mr. President, I yield the floor.

Mr. COATS addressed the Chair.

The PRESIDING OFFICER. The Senator from Indiana.

Mr. COATS. Mr. President, I appreciate the remarks by the Senator from North Dakota. He raised the issue, and in a sense extended the offer to make the adjustments necessary to make this truly an independent effort and a constructive effort. His support in all of this is much appreciated, along with the Senator from New Mexico.

AMENDMENT NO. 1070, AS MODIFIED

Mr. COATS. Mr. President, on behalf of Senator GREGG and myself, I send a modification to the desk. I ask for its modification.

The PRESIDING OFFICER. The amendment is modified.

Mr. COATS. Do I need to ask unanimous consent that the amendment be modified?

The PRESIDING OFFICER. The amendment has been modified.

The amendment (No. 1070), as modified, is as follows:

In lieu of the matter proposed to be inserted, insert the following:

SEC. . (a) Notwithstanding any other provision of law, the Office of Educational Research and Improvement shall submit to the Committee on Appropriations of the Senate a spending plan for activities funded under this title under the heading "EDUCATION RESEARCH, STATISTICS, AND IMPROVEMENT", prior to the obligation of the funds.

(b)(1) Notwithstanding any other provision of law, the National Assessment Governing Board established under section 412 of the National Education Statistics Act of 1994 (20 U.S.C. 9011) (hereafter in this section referred to as the "Board") shall hereafter have exclusive authority over all policies, direction, and guidelines for establishing and implementing voluntary national tests for 4th grade English reading and 8th grade mathematics: *Provided*, That the tests shall be made available to a State, local educational agency, or private or parochial school, upon the request of the State, agency, or school, and the use of the tests shall not be a condition for receiving any Federal funds: *Provided further*, That within 90 days after the date of enactment of this Act, the Board shall review the national test development contract in effect on the date of enactment of this Act, and modify the contract as the Board determines necessary: *Provided further*, That if the contract cannot be modified to the extent determined necessary by the Board, the contract shall be terminated and the Board shall negotiate a new contract, under the Board's exclusive control, for the tests.

(2) In exercising the Board's responsibilities under paragraph (1) regarding the national tests, and notwithstanding any action undertaken by the Department of Education or a person contracting with or providing services for the Department regarding the planning, or the development of specifications, for the tests, the Board shall—

(A) ensure that the content and standards for the tests are the same as the content and standards for the National Assessment;

(B) exercise exclusive authority over any expert panel or advisory committee that will be or is established with respect to the tests;

(C) ensure that the tests are linked to the National Assessment to the maximum degree possible;

(D) develop test objectives, test specifications, and test methodology;

(E) develop policies for test administration, including guidelines for inclusion of, and accommodations for, students with disabilities and students with limited English proficiency;

(F) develop policies for reporting test results, including the use of standards or performance levels, and for test use;

(G) have final authority over the appropriateness of all test items;

(H) ensure that all items selected for use on the tests are free from racial, cultural, or gender bias; and

(I) take such actions and make such policies as the Board determines necessary.

(c) No State or local educational agency may require any private or parochial school student, or home-schooled individual, to take any test developed under this Act without the written consent of the student or individual.

(d) Section 412 of the National Education Statistics Act of 1994 (20 U.S.C. 9011) is amended—

(1) in subsection (b)(1)—

(A) by amending subparagraph (A) to read as follows:

"(A) three Governors, or former Governors, of whom not more than 1 shall be a member of the same political party as the President";

(B) by amending subparagraph (B) to read as follows:

"(B) two State legislators, of whom not more than 1 shall be a member of the same political party as the President";

(C) in subparagraph (H), by striking "one representative" and inserting "three representatives";

(D) by amending subparagraph (I) to read as follows:

"(I) two mayors, of whom not more than 1 shall be a member of the same political party as the President";

(E) by striking subparagraph (J); and

(F) by redesignating subparagraphs (K), (L), and (M) as subparagraphs (J), (K), and (L), respectively;

(2) in subsection (c)—

(A) in paragraph (1), by striking "and may not exceed a period of 3" and inserting "and shall be for periods of 4"; and

(B) in paragraph (2), by inserting "consecutive" after "two";

(3) by amending subsection (d) to read as follows:

"(d) VACANCIES.—As vacancies on the Board occur, new members of the Board shall be appointed by the Secretary from among individuals who are nominated by the Board after consultation with representatives of the individuals described in subsection (b)(1). For each vacancy, the Board shall nominate at least 3 individuals who are qualified by experience or training to fill the particular Board vacancy."; and

(4) in subsection (e) by adding at the end the following:

"(7) INDEPENDENCE.—In the exercise of its functions, powers, and duties, the Board shall be independent of the Secretary and the other offices and officers of the Department. The Secretary shall by written delegation of authority, authorize the Board to award grants and contracts, and otherwise operate, to the maximum extent practicable, independent of the Department.".

(e) Not later than 30 days after the date of enactment of this Act, the Secretary of Education, in consultation with the Speaker and Minority Leader of the House of Representatives, and the Majority Leader and Minority Leader of the Senate, shall appoint individ-

uals to fill vacancies on the National Assessment Governing Board caused by the expiration of the terms of members of the Board, or the creation of new membership positions on the Board pursuant to amendments made by this Act.

Mr. COATS. Mr. President, I yield the floor.

Mr. BINGAMAN. Mr. President, I ask unanimous consent, at this point, now that the modification is pending at the desk, that myself, Senator DORGAN and Senator HARKIN be added as cosponsors.

The PRESIDING OFFICER. Without objection, it is so ordered.

AMENDMENT NO. 1122, AS FURTHER MODIFIED

The PRESIDING OFFICER. Before the Senate now is the amendment by the Senator from Washington, amendment No. 1122. The time limit is 2 minutes to be equally divided.

Mr. GORTON addressed the Chair.

The PRESIDING OFFICER. The Senator from Washington is recognized.

Mr. GORTON. Have the yeas and nays been ordered on this amendment?

The PRESIDING OFFICER. They have not been.

Mr. GORTON. I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

There appears to be.

The yeas and nays were ordered.

Mr. GORTON. Mr. President, I ask unanimous consent that Senator HELMS and Senator COATS be added as cosponsors to the amendment.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. GORTON. Mr. President, the issue involved in this amendment is extremely simple. If you believe that the regulation of our public schools is best conducted through hundreds of pages of detailed regulations, imposed by the Department of Education in Washington, DC, on all school districts alike, you will vote against this amendment.

If you believe that teachers, parents, principals, and elected school board members in the thousands of school districts across the country can best determine how money coming from the Federal Government ought to be spent to advance their children's education, you will vote for the amendment.

No State will lose money under the terms of this amendment. Every State will gain money under the terms of this amendment, because the administrative costs, amounting to more than a billion dollars, will no longer be withheld by the Department of Education in Washington, DC, but will be transferred to the local school districts.

Mr. JEFFORDS addressed the Chair.

The PRESIDING OFFICER. The Senator from Vermont is recognized.

Mr. JEFFORDS. Mr. President, I rise in strong opposition to this amendment. This amendment goes under the presumption that the Federal Government controls these programs. The fact that the author of the amendment has already taken three-quarters of the money out of his amendment and continues to give it to the States recognizes that.

The additional funds that would go for these programs will no longer go to these programs, but will go directly to local governments—Goals 2000; school-to-work; technology; reading, school improvement programs like “Reading is Fundamental”; arts education; magnet schools; women’s equity, et cetera, et cetera.

Drug-free schools will just go to local governments. Indian education, bilingual education, vocational rehabilitation—50 percent going to rehab will instead go to local governments to do with as they want. Vocational education, they will do the same. Yes, it goes to education, but there is no maintenance of effort here, therefore, the local governments may well decide to replace their present educational money.

Mr. KYL. Mr. President, I rise in support of the Gorton amendment which would give the States more flexibility and resources to create quality education reform plans that address the specific needs of their particular students.

As reported recently by the Heritage Foundation, the Federal Government annually spends \$100 billion in direct and indirect education costs, of which only \$13.1 billion makes it to local school districts. If the majority of these funds went to the States and local school districts, I believe the concerns of parents about the quality of their children’s education would be more effectively addressed than by the faceless bureaucracy in the Department of Education.

Polls taken in Arizona and across America consistently demonstrate that Americans consider the quality of education to be their most serious concern. Further, a survey reported in the Washington Post in September 1996 shows that Americans consider the decay of the public schools to be the country’s most pressing problem. A surprising 62 percent of those surveyed felt that “the American educational system will get worse instead of better.” In my view, nothing is more important to the future of our country than whether our children are academically well-prepared.

We fail the fundamental tests of parenthood and good citizenship if we let our children down by failing to impart to them the skills and values they need to govern themselves and this country, and to compete in the global marketplace of the 21st century. Yet, poll after poll shows that Arizonans and Americans alike are concerned about the dumbing down of the politically correct education their children are receiving, the safety of the schools they attend, the general lack of discipline meted out in those schools, and parents’ inability to choose to send their children to the school that best fits their kid’s individual needs.

The State of Arizona has taken some important steps to address these concerns and to come up with solutions. For instance, Arizona, using a creative

legislative approach, recently enacted a law creating an income-tax credit available for donations to private schools. The private schools will pool the tax credit money in a scholarship fund to be used to finance full or partial scholarships for any students on a first-come, first-served basis.

The Gorton Amendment, by giving states even more control over their education resources, would allow States more latitude to implement creative education reform plans specifically tailored to their particular needs.

What the Gorton Amendment would do, with some exceptions, would bundle all funds from the Federal Government which go to support K-12 education and send those funds directly to school districts.

Why do we need the Gorton Amendment? There are too many Federal education programs. So many in fact, no one seems to be able to agree on exactly how many there are. One count discovered 760 education programs totaling several billion dollars. With such a large number of programs funded by the Federal Government, it’s no wonder there is such a concern about undue Federal influence over the operation of local schools, or whether they are being administered in an efficient way.

The people best equipped to make decisions regarding the education of our children are the parents, teachers, principles, school board members and administrators of our local schools. It’s not that Members of Congress don’t have an interest in the education of children. It’s just that we don’t have the best information upon which to base decisions.

Congress is simply not close enough to the problems school districts face to be able to dictate through Federal mandates how they should address their concerns. This is not to say the Congress does not have a responsibility assisting in the education of America’s children. However, we also must see to it that those who are closest to our students have the resources they need.

Also, we must ensure that they are not hamstrung by the rules and regulations set by a group of individuals who have never set foot in their school.

In sum, Mr. President, the Gorton amendment would empower States, school districts, and parents to take a more active role in the education of their children.

Mr. KERREY. Mr. President, I am deeply concerned about the passage of the Gorton amendment today. This amendment, which gives approximately \$12 billion directly to local school districts in the form of a block grant, threatens to undermine some of the most valuable educational programs in existence.

I am a strong supporter of creative school reform, and I believe in getting rid of programs that do not work. But this amendment is an attack on programs that do work. I have worked with these programs firsthand, and I

know they work. Through my extensive involvement in Nebraska with early-childhood programs such as Head Start and school-to-work programs such as Careers 2000, I have seen effective programs in action.

Many of us in Congress have worked hard over the years to help build and sustain programs such as vocational education, education technology, Goals 2000, adult literacy, and safe and drug-free schools. As a result, millions of students have benefited from the opportunity to improve their achievement levels and enhance their skills portfolios. With the concerted effort of teachers, school administrators, parents, State governments, and Congress, we have been able to ensure that these opportunities remain available to all students, regardless of their particular school district. Under the Gorton amendment, only the lucky would benefit. For example, under this provision, money that once would have been designated for technological training in an inner-city high school could be used instead to build a new basketball court if local administrators saw fit. As we move toward the 21st century, the demand for technological skills in the marketplace is increasing rapidly. Therefore, it is crucial that all students have the skills necessary to compete for jobs once they leave school.

In bypassing the State entirely and giving funds directly to local school districts, the Gorton amendment is analogous to amputating the whole head in order to cure a headache. In doing so, it harms the very people it claims to help, America’s children. Federal taxpayers deserve to know that a sufficient portion of their tax dollars is being used to support effective educational programs. State governments are equipped to make sure this happens.

Mr. President, I voted for passage of this bill today because, for the most part, it represents a good bipartisan effort to ensure the well-being of American citizens. But because I believe strongly that we must continue the work of education reform in an effective and measurable way, I will strongly oppose the bill if it comes back from conference with this provision intact. I will not stand by and watch American children suffer the consequences of poor legislation.

I move to table the amendment.

The PRESIDING OFFICER. Are the yeas and nays requested?

Mr. JEFFORDS. I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

There appears to be.

The yeas and nays were ordered.

The PRESIDING OFFICER. The question is on the motion to lay on the table the amendment No. 1122, as further modified. The yeas and nays have been ordered. The clerk will call the roll.

The assistant legislative clerk called the roll.

The result was announced—yeas 49, nays 51, as follows:

[Rollcall Vote No. 232 Leg.]

## YEAS—49

|          |            |               |
|----------|------------|---------------|
| Akaka    | Feinstein  | Lieberman     |
| Baucus   | Ford       | Mikulski      |
| Biden    | Glenn      | Moseley-Braun |
| Bingaman | Graham     | Moynihan      |
| Boxer    | Harkin     | Murray        |
| Breaux   | Hollings   | Reed          |
| Bryan    | Inouye     | Reid          |
| Bumpers  | Jeffords   | Robb          |
| Byrd     | Johnson    | Rockefeller   |
| Chafee   | Kennedy    | Sarbanes      |
| Cleland  | Kerrey     | Snowe         |
| Conrad   | Kerry      | Specter       |
| Daschle  | Kohl       | Torricelli    |
| Dodd     | Landrieu   | Wellstone     |
| Dorgan   | Lautenberg | Wyden         |
| Durbin   | Leahy      |               |
| Feingold | Levin      |               |

## NAYS—51

|           |            |            |
|-----------|------------|------------|
| Abraham   | Faircloth  | Mack       |
| Allard    | Frist      | McCain     |
| Ashcroft  | Gorton     | McConnell  |
| Bennett   | Gramm      | Murkowski  |
| Bond      | Grams      | Nickles    |
| Brownback | Grassley   | Roberts    |
| Burns     | Gregg      | Roth       |
| Campbell  | Hagel      | Santorum   |
| Coats     | Hatch      | Sessions   |
| Cochran   | Helms      | Shelby     |
| Collins   | Hutchinson | Smith (NH) |
| Coverdell | Hutchison  | Smith (OR) |
| Craig     | Inhofe     | Stevens    |
| D'Amato   | Kempthorne | Thomas     |
| DeWine    | Kyl        | Thompson   |
| Domenici  | Lott       | Thurmond   |
| Enzi      | Lugar      | Warner     |

The motion to lay on the table the amendment (No. 1122), as further modified, was rejected.

The PRESIDING OFFICER. The question is on agreeing to the amendment of the Senator from Washington.

Mr. GORTON. Mr. President, I ask unanimous consent to vitiate the yeas and nays.

The PRESIDING OFFICER. Without objection, it is so ordered.

The question is on agreeing to the amendment.

The amendment (No. 1122), as further modified, was agreed to.

## AMENDMENT NO. 1081, AS AMENDED

The PRESIDING OFFICER. The business before the Senate is now amendment No. 1081 by the Senator from Oklahoma. There are 2 minutes in regard to the time limit to this amendment, equally divided. The Senate will be in order.

The Senator from Oklahoma is recognized.

Mr. NICKLES. Mr. President, I ask unanimous consent that the remaining votes in this series of three votes be limited to 10 minutes each.

The PRESIDING OFFICER. Is there objection?

Without objection, it is so ordered.

Mr. NICKLES. Mr. President, the amendment that I have before the Senate, cosponsored by myself, Senator JEFFORDS, and Senator CRAIG basically would say that the taxpayers would not have to pay for a subsequent Teamsters election. The last one cost \$22 million, and only 500,000 people voted.

My amendment does not prohibit supervision. There can still be supervision. My amendment says that if the President certifies to Congress that the Teamsters don't have the money for

the election, taxpayers could pay for it, but the Teamsters would have to pay it back, and pay it back with interest.

I might mention, in 1991, there was an election that the taxpayers didn't pay for, supervised by the Government, and it was fair, it worked. In 1996, the election was supervised and paid for by the taxpayers, and there was corruption. It was a mistake and we should not repeat that mistake. This would protect taxpayers and, in my opinion, the Teamsters as well.

The PRESIDING OFFICER. The time of the Senator has expired.

Mr. KENNEDY addressed the Chair.

The PRESIDING OFFICER. The Senator from Massachusetts is recognized.

Mr. KENNEDY. Mr. President, I yield a minute to the Senator from Maryland.

The PRESIDING OFFICER. The Senator from Maryland.

Mr. SARBANES. Mr. President, this is an incredibly mischievous amendment. The Teamsters are operating under a court order. This would violate the consent decree. The reason the Government pays for the election is so they can have an election officer supervise the election in order to ensure that we drive corruption out of the Teamsters Union.

This consent decree was entered into by Attorney General Thornburgh in the Bush administration and heralded at the time as a great and significant accomplishment.

The Nickles amendment violates the consent decree and it carries with it the very severe risk of resulting in an unsupervised election. Now, it is asserted that other unions pay for their own elections. That is quite true, but they don't have an election officer to supervise the election. The agreement in the consent decree provided for this payment.

I urge a vote against the amendment.

The PRESIDING OFFICER. The question is on agreeing to the amendment of the Senator from Oklahoma.

The yeas and nays have been ordered. The Chair reminds Senators that this is a 10-minute vote.

The clerk will call the roll.

The legislative clerk called the roll.

The result was announced—yeas 58, nays 42, as follows:

[Rollcall Vote No. 233 Leg.]

## YEAS—58

|           |            |            |
|-----------|------------|------------|
| Abraham   | Feinstein  | McCain     |
| Allard    | Frist      | McConnell  |
| Ashcroft  | Gorton     | Murkowski  |
| Bennett   | Gramm      | Nickles    |
| Bond      | Grams      | Roberts    |
| Brownback | Grassley   | Roth       |
| Burns     | Gregg      | Santorum   |
| Byrd      | Hagel      | Sessions   |
| Campbell  | Hatch      | Shelby     |
| Chafee    | Helms      | Smith (NH) |
| Coats     | Hollings   | Smith (OR) |
| Cochran   | Hutchinson | Snowe      |
| Collins   | Hutchison  | Specter    |
| Coverdell | Inhofe     | Stevens    |
| Craig     | Jeffords   | Thomas     |
| D'Amato   | Kempthorne | Thompson   |
| DeWine    | Kyl        | Thurmond   |
| Domenici  | Lott       | Warner     |
| Enzi      | Lugar      |            |
| Faircloth | Mack       |            |

## NAYS—42

|          |            |               |
|----------|------------|---------------|
| Akaka    | Feingold   | Levin         |
| Baucus   | Ford       | Lieberman     |
| Biden    | Glenn      | Mikulski      |
| Bingaman | Graham     | Moseley-Braun |
| Boxer    | Harkin     | Moynihan      |
| Breaux   | Inouye     | Murray        |
| Bryan    | Johnson    | Reed          |
| Bumpers  | Kennedy    | Reid          |
| Cleland  | Kerrey     | Robb          |
| Conrad   | Kerry      | Rockefeller   |
| Daschle  | Kohl       | Sarbanes      |
| Dodd     | Landrieu   | Torricelli    |
| Dorgan   | Lautenberg | Wellstone     |
| Durbin   | Leahy      | Wyden         |

The amendment (No. 1081), as amended, was agreed to.

Mr. HARKIN. Mr. President, I move to reconsider the vote by which the amendment was agreed to.

Mr. FORD. I move to lay that motion on the table.

The motion to lay on the table was agreed to.

## AMENDMENT NO. 1070, AS MODIFIED

The PRESIDING OFFICER. The business before the Senate is now amendment No. 1070, the amendment of the Senator from New Hampshire. There is a 2-minute time limit on this amendment to be equally divided. The Senator from New Hampshire is recognized.

The Presiding Officer observes that there appears to a natural garrulousness in the well of the Senate. The Presiding Officer would urge a reversal of the garrulousness into the Cloakroom where Senators can certainly enjoy their conversations in private and other Senators will be able to hear the Senator from New Hampshire.

The Senator from New Hampshire.

Mr. GREGG. Mr. President, this amendment, which we are now considering, is one which has been discussed already. It is something that has been worked out by the various parties involved. And certainly Senator COATS from Indiana has been the lead in trying to design this settlement of the matter.

It essentially resolves the matter by making sure that the testing will be done by a totally independent organization, and it will in no way be influenced monetarily—by the monetary involvement of the Federal Government—by the Department of Education, or those forces in the Department of Education who are pushing for a national curriculum. It is, therefore, a totally voluntary effort, and something which I believe deserves our support as an attempt to try to move forward on this issue.

The PRESIDING OFFICER. The Senator from New Mexico is recognized.

Mr. BINGAMAN. Mr. President, let me commend the Senator from New Hampshire and the Senator from Indiana for working in bringing this compromise together. I support it. I think it is important to give effective information. It is purely voluntary. It is a step forward. I urge very much that the Senate adopt this with a large margin so that we can stick to this position in conference.

Mr. President, I yield the floor.

The PRESIDING OFFICER. The question is on the amendment.

Mr. HARKIN. Mr. President, I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

There is a sufficient second.

The yeas and nays were ordered.

The PRESIDING OFFICER. The question is on agreeing to the amendment of the Senator from New Hampshire. On this question, the yeas and nays have been ordered, and the clerk will call the roll.

The assistant legislative clerk called the roll.

The result was announced—yeas 87, nays 13, as follows:

[Rollcall Vote No. 234 Leg.]

YEAS—87

|           |            |               |
|-----------|------------|---------------|
| Abraham   | Enzi       | Lott          |
| Akaka     | Faircloth  | Lugar         |
| Baucus    | Feingold   | Mack          |
| Bennett   | Feinstein  | McCain        |
| Biden     | Ford       | McConnell     |
| Bingaman  | Frist      | Mikulski      |
| Bond      | Glenn      | Moseley-Braun |
| Boxer     | Gorton     | Moynihan      |
| Breaux    | Graham     | Murkowski     |
| Bryan     | Grassley   | Murray        |
| Bumpers   | Gregg      | Reed          |
| Burns     | Harkin     | Reid          |
| Byrd      | Hatch      | Robb          |
| Campbell  | Hollings   | Roberts       |
| Chafee    | Hutchison  | Rockefeller   |
| Cleland   | Inouye     | Roth          |
| Coats     | Jeffords   | Santorum      |
| Cochran   | Johnson    | Sarbanes      |
| Collins   | Kempthorne | Smith (NH)    |
| Conrad    | Kennedy    | Smith (OR)    |
| Coverdell | Kerrey     | Snowe         |
| Craig     | Kerry      | Specter       |
| D'Amato   | Kohl       | Stevens       |
| Daschle   | Kyl        | Thomas        |
| DeWine    | Landrieu   | Thurmond      |
| Dodd      | Lautenberg | Torricelli    |
| Domenici  | Leahy      | Warner        |
| Dorgan    | Levin      | Wellstone     |
| Durbin    | Lieberman  | Wyden         |

NAYS—13

|           |            |          |
|-----------|------------|----------|
| Allard    | Hagel      | Sessions |
| Ashcroft  | Helms      | Shelby   |
| Brownback | Hutchinson | Thompson |
| Gramm     | Inhofe     |          |
| Grams     | Nickles    |          |

The amendment (No. 1070), as modified, was agreed to.

Mr. FORD. Mr. President, I move to reconsider the vote.

Mr. INOUE. I move to lay that motion on the table.

The motion to lay on the table was agreed to.

CHANGE OF VOTE

Mr. HELMS. Mr. President, as always, we are sometimes called on to be two places at one time with two or three committee meetings going on. I was recorded—and it was my fault. It was not the clerk's fault. It was my fault because I thought it was a tabling motion when it was not. In any case, on rollcall vote No. 234, I voted "yea," and it was my intent to vote "nay."

Therefore, I ask unanimous consent that I be permitted to change my vote, which will in no way change the outcome of the vote.

The PRESIDING OFFICER. Without objection, it is so ordered.

(The foregoing tally has been changed to reflect the above order.)

AMENDMENT NO. 1115, WITHDRAWN

Mr. HARKIN. Mr. President, I ask unanimous consent that amendment No. 1115 to S. 1061 be withdrawn.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment (No. 1115) was withdrawn.

AMENDMENT NO. 1122

Mrs. MURRAY. Mr. President, today the Senate has passed the Gorton amendment to the Fiscal Year 1998 Labor, Health and Human Services, and Education Appropriations Act. This amendment seeks to block-grant certain Federal education funds and send them directly to school districts across the country. I appreciate my colleague Senator GORTON's intent to pass as much responsibility as possible for making educational and funding decisions to those levels closest to the classroom. This is also a goal of mine.

However, with all due respect to my colleague, this is one issue where we fundamentally disagree. His amendment, like many ideas, sounds good in theory because it oversimplifies the practical reality in our schools and communities.

As a former school board member, I agree with my Republican colleagues that our local elected school officials and educators are fully capable of deciding what their local needs and priorities are, and directing funds to those areas.

But those local school board members and superintendents and principals and educators will tell you that the Federal Government does indeed have a role in education in this country—in setting priorities and assuring equity.

Despite the occasional difficulties of writing a grant or filling out a form, Federal programs such as School-to-Work, or Safe and Drug-Free Schools, or STAR schools or other Federal technology programs, have made very real differences in the lives of students in schools across this Nation.

They will tell you that equity protection efforts, such as providing funds for magnet schools, funds for Indian education, or funds for bilingual or migrant education, should continue to be uniquely within the purview of the Federal Government. This is because despite the best intentions, we all know that some school districts in this country have not always been able to do best by all the students all of the time. Equity funds must continue to go to the students and school districts which need them, and must not be watered down and spread across all school districts, regardless of need, as it appears the Gorton amendment would require.

My problem with the Gorton amendment is that it may cost significantly more to educate one student than another, but this amendment will send them both the same Federal allocation—and ignore the intent of the Federal education program set up to recognize the specific needs associated with the higher cost.

Every child deserves an effective, relevant education. Not all children have the same opportunity to get it. This amendment will assure that we increase the disparities between the haves and have-nots in our Nation's schools.

Federal education funds leverage State and local money, as they do in my State, in the area of technology funding. Federal programs include caps on administrative expenditures, and maintenance of effort requirements—so we do not allow States to supplant or misuse funds. Federal education efforts safeguard equity concerns important to the Nation, and set important national goals priorities.

The Gorton amendment is bad policy. It uses a meat-ax approach to educational reform when what is needed is the precision of a scalpel and a careful ear listening to what local people are really saying. No one likes bureaucracy. Everyone believes our schools can be improved. But educators and taxpayers across the country will grumble more loudly about the potential ill-effects of the Gorton amendment than they ever have over redtape.

Local control is the goal; the Gorton amendment is fundamentally the wrong way to go about reaching it.

FUNDING FOR THE BUREAU OF LABOR STATISTICS

Mr. SARBANES. I would like to commend the committee and subcommittee for their hard work on the Labor-HHS Appropriations bill. I am particularly pleased that the committee has seen fit to honor the administration's request for funding of the efforts of the Bureau of Labor Statistics [BLS] with respect to its review of the Consumer Price Index.

However, I am concerned about the level of funding provided in the Labor-HHS bill for the remainder of the BLS budget, which is \$6.8 million below the administration's request.

BLS has suffered substantial funding reductions in past years, and consequently has had to eliminate or reduce the scope of several important programs—programs which produced valuable information on the Nation's labor markets and economy as a whole. It would not serve the national interest for BLS to have to undertake similar reductions as a result of the funding level in this appropriations bill.

For example, high school guidance counselors around the country who help young graduates find work in growing sectors of the economy rely on Occupational Outlook Handbook, Occupational Outlook Quarterly, and other special reports produced by the BLS Employment Projections Program. The proposed cuts in this bill, however, may make the continued publication of these important materials less likely in the future.

Similarly, to excel in the increasingly competitive global economy American businesses and trade officials need reliable international comparison statistics on employment, labor costs,

and productivity. The proposed level of funding in this legislation jeopardizes our ability to receive such information.

Finally, another consequence of the committee's proposed BLS funding level could be a delay in the implementation of the new industrial classification system—the so-called NAICS—that BLS has been working on. Updating the current system, which dates back to the 1930's, to reflect an economy approaching the 21st century is critical to the ability of our business leaders and policymakers to understand the challenges our economy will be facing in the upcoming years.

I understand that the House funds all BLS activities at a level consistent with the administration's request. Would the Senator from Pennsylvania, as ranking member of the Labor-HHS Appropriations Subcommittee, be willing to accept the House funding levels in conference?

Mr. SPECTER. The concerns of the Senator from Maryland are well founded. I will look closely at fully funding BLS programs as we move to conference with the House.

Mr. SARBANES. I thank the Senator from Pennsylvania, and appreciate his attention to this important matter.

#### AIDS PROGRAMS

Mr. HATCH. Would the distinguished chairman yield for a question?

Mr. SPECTER. I would be pleased to yield to my colleague.

Mr. HATCH. Many of us have been reading the excellent series in the Washington Post this week about the changing face of the AIDS virus. The article on Monday, if I am correct, highlighted the dramatic gains that have been made with new AIDS therapies, particularly the so-called triple drug therapy or cocktails which seem to have so much promise, at least in the short term. We are all keeping our fingers crossed.

Could you tell me how the bill addresses this issue?

Mr. SPECTER. Funding for the Ryan White AIDS programs was a priority for the committee this year, and I worked very hard to make sure that we provided an adequate level for the Health Resources and Services Administration service programs, as well as, I might add, for research at the National Institutes of Health.

I am pleased to assure you that S. 1061 contains \$1.077 billion for the Ryan White AIDS programs, which is \$41 million above the administration's request, and over \$80 million higher than the current year's level. That includes \$469.9 million for HIV health care and support services, of which \$217 million is dedicated to AIDS medications under the State AIDS drug assistance program [ADAP]. That \$217 million figure for ADAP compares to \$167 million in fiscal year 1997, so it is a substantial increase in an atmosphere of budget constraints.

Mr. HATCH. As the original author of the Ryan White CARE Act with Senator KENNEDY in 1990, I am extremely

pleased to hear of the committee's action to provide such a high level of support for the CARE Act. There is no doubt we have come a long way in the past 7 years. A good deal of that progress has been made because you, Senator SPECTER, have had the foresight and the courage to provide the funding HHS needs to operate the program. And I hope all of our colleagues recognize that fact.

But, despite our best efforts at both research and services, AIDS is still a serious problem in the United States. The most promising development we have had in years are the protease inhibitors and the combination therapies which are giving thousands of people literally a new lease on life. In fact, as you have noted, we are now seeing lower mortality rates for individuals for the first time in the history of the HIV/AIDS epidemic.

Let me ask you one final question. Are you satisfied that the committee's recommendation for the ADAP program will be sufficient?

Mr. SPECTER. I am not sure we will ever have enough money in the Labor-HHS bill. It is a constant struggle. I have to say that one thing which alarmed the committee is the high cost of these new AIDS medications. Pharmaceutical research, as you well know, is extremely time intensive and costly, and this is especially true for AIDS drugs.

The committee was very concerned about the lack of timely national data available to estimate the demands for AIDS medications funded by the ADAP program, and also, I might add, about the wide variation in State Medicaid policies on individual eligibility, benefits, and drug availability. We have asked the Secretary to develop benchmarks to measure progress in this area and to increase data collection and information sharing, and so we hope to have a better guideline in the future.

Mr. HATCH. I thank the Senator for this information. It is clear that we are all going to have to work harder—both the government and the private sector—in making AIDS medications available to those who need them. It is one of the modern paradoxes that the new AIDS drugs can defer an HIV infected individual's progression to disability. Yet, it may only be that the individual can get financial assistance when disabled, a situation we would clearly like to prevent.

I am aware of a Pharmaceutical Research and Manufacturers of America study which indicated that, as of December 1, there were 122 medicines in testing for AIDS. The cost, which the Senator alluded to, is astounding. One company spent more than \$1 billion over a 10-year period to develop a protease inhibitor. American technological gains are nothing short than miraculous, but we all have to recognize they are expensive as well.

I am heartened by the Senator's remarks about funding for the State ADAP programs. I am fully supportive

of your efforts and I thank you for your substantial interest in this area.

#### RURAL HEALTH TRANSITION GRANTS

Mr. BURNS. I would like to clarify the intent of the Appropriations Subcommittee on Labor, Health and Human Services and Education, and the full Appropriations Committee, with respect to the Rural Health Transition Grant Program. This program provides small, 3-year grants to assist financially troubled small rural hospitals as they attempt to adjust to changes brought on by new medical technology, changing practice patterns, and replacement of cost-based reimbursement with prospective, or fixed, payments. Last year Congress discontinued funding for rural health transition grants, but several facilities around the country were already in their grant cycle, having received their first or second year grants. These small hospitals were promised 3-year grants, and had relied on those grants, when the funds were cut off.

Is it the intention of the Appropriations Committee to urge the Secretary of Health and Human Services to provide, from the funds appropriated for program management, continuation grants to those rural hospitals which have received first or second year grants?

Mr. SPECTER. I respond to the Senator from Montana that it is the intention of the committee to urge the Secretary to provide, from the program management account, continuation grants to those rural hospitals which have received first or second year grants. The committee believes that an undue hardship could be brought upon these hospitals if their 3-year grants are not completed as promised. I thank the Senator from Montana.

Mr. BURNS. I thank the subcommittee chairman for his clarification.

#### AMENDMENT NO. 1098

Mr. KERREY. Mr. President, I share the interest of my colleague from Georgia in enhancing food safety not only for children but for all consumers. I note that several provisions in my colleague's amendment appear to be related to the types of research efforts that are undertaken by the U.S. Department of Agriculture.

Based on those ongoing efforts, I suggest that the Secretary of Health and Human Services should consult and coordinate with the Secretary of Agriculture in carrying out the provisions of this amendment. I ask my colleague from Georgia if this is his expectation as well.

Mr. COVERDELL. Yes; I agree that the Department of Agriculture has spearheaded efforts in this area, and that the Department of Health and Human Services should consult and coordinate with the Department of Agriculture so that these funds are utilized in the most effective and efficient manner.

Mr. KERREY. I thank my colleague from Georgia for both his interest in ensuring and improving the safety of

our food and for agreeing that the two Departments should work together in implementing the provisions of his amendment.

#### STUDY ON IODINE-131 RELATED THYROID CANCER

Mr. BENNETT. Mr. President, I would like to bring to the Senate's attention the recent National Cancer Institute recommendation that followup studies be conducted regarding American's exposure to radioactive iodine-131. During the 1950's and 1960's the Nevada test site conducted a number of atomic tests. The radioactive fallout from such tests was significant. I believe that a number of Utahns were exposed to this radioactive fallout.

The University of Utah has conducted several studies to assess the impact of this fallout. In doing so the University of Utah collaborated with the Public Health Service, the National Cancer Institute, and the Department of Energy. Although these studies concluded that there is an increase in the incidence of thyroid cancers among the examined group and that further research was needed. Many of those exposed are just now coming to the age where thyroid cancer is manifested. As a result, I believe it is important that Congress fund the next phase of this study.

I would like to ask Chairman SPECTER if he would work with me to find the necessary resources to fund the next phase of this study. I am well aware of the limited resources available to this subcommittee. I also understand that there are many competing needs and important programs and projects. However, I am hopeful that we can work together to find the necessary resources to fund this study.

Mr. SPECTER. Mr. President, I say to my friend from Utah that I am aware of his concerns with regard to atomic tests performed at the Nevada test site and the fallout of radioactive iodine-131. I also understand that the University of Utah has done some outstanding research in this area. I would like to ask Senator BENNETT what resources would be required to complete this phase of the study?

Mr. BENNETT. I am told that this would be a 5-year study that would require about \$1.9 million per year.

Mr. SPECTER. Senator BENNETT is correct that resources are limited. However, I would be pleased to work with Senator BENNETT to try to find the resources necessary to fund this important study.

Mr. BENNETT. Mr. President, I thank my friend Senator SPECTER for his willingness to work with me on this important and I look forward to working with him on this matter.

#### FUNDING FOR RURAL DRUG ABUSE PREVENTION PROGRAMS FOR DISTRESSED YOUTH

Mr. DASCHLE. Mr. President, during a recent visit to rural South Dakota, I had the profoundly moving experience of meeting with a heroic individual who is working to keep deeply distressed kids off alcohol and drugs. Durein Chase works to build opportuni-

ties for distressed children by providing them with drug-abuse prevention counseling in a safe, drug-free recreation center. My hope for these children and excitement about the Crow Creek Four Winds Youth Center Program were cut short when I learned that Federal funding for this program was abruptly terminated because Congress ended its authorization in fiscal year 1996. The Homeless and Runaway Youth Drug Abuse Prevention Program, known as DAPP, had previously supported as many as 184 local programs around the country at an annual cost of \$15 million. When DAPP lost its appropriation, the program was incorporated into a new comprehensive program for homeless youth. Unfortunately, the new initiative does not help those programs, like the one on Crow Creek Reservation, that do not run residential facilities. Simply put, the children of Crow Creek have slipped through the cracks. Durein's heroic effort to help particularly vulnerable kids avoid drugs will disappear without our support. Fortunately, the Appropriations Committee has included in its fiscal year 1998 bill \$10 million for SAMHSA, the Substance Abuse and Mental Health Services Administration, to support youth drug prevention programs. It is my understanding that the Crow Creek Four Winds Youth Center and facilities like it are eligible for a portion of the \$10 million provided to the Department of Health and Human Services and it is my hope that the Department will seriously consider funding the Crow Creek Youth Center in fiscal year 1998. With adequate funding, the Crow Creek Youth Center will be able to provide help for isolated and distressed youth who come from areas distinguished by historically high rates of teen suicide.

Mr. SPECTER. I join my colleague from South Dakota in recognizing the importance of drug prevention efforts in rural America. It is my understanding that the Crow Creek Youth Center would be eligible for these funds and I encourage the Secretary of Health and Human Services to give serious consideration to funding such efforts out of the money appropriated under this bill.

Mr. HARKIN. It is our intention to support programs which provide such essential drug abuse prevention services to youth. It strikes me that the Crow Creek Youth Center meets that criteria, and I join with my colleagues in encouraging the Secretary to identify funding for the South Dakota program and similar programs in rural and isolated areas plagued by high rates of alcohol and drug abuse.

#### FLUORIDATING COMMUNITY WATER SUPPLIES

Mr. DASCHLE. Mr. President, I note with pleasure that both the Senate and House reports accompanying the Labor/HHS appropriations bills reflect strong support for community water fluoridation in preventing tooth decay among children. These reports clearly state that we can both save money and improve children's health through fluo-

ridation. Tooth decay remains the single most common disease of childhood and is highest in low-income children. Millions of Medicaid dollars currently used to repair these children's teeth could be saved through fluoridation. After 50 years, water fluoridation remains the hallmark public health preventive intervention. In my own State of South Dakota, water supplies for communities as small as 500 persons are fluoridated. It is my hope to extend similar benefit to children throughout the country.

Both the House and Senate reports direct the Department of Health and Human Services to support implementation plans for additional community water fluoridation. The House provides \$1,000,000 for this effort while the Senate directs the Department to fund this effort at a level no less than last year. Unfortunately, last year the Department allocated only \$200,000 for this purpose, which did not meet the need.

It is my hope that the conferees will be able to provide sufficient resources in the conference report to address this serious problem. The House level of \$1,000,000 for community water fluoridation strikes me as a reasonable amount to accomplish this important purpose. Anything the Senate conferees could do to work with the House conferees to achieve this level in the final conference report would be enormously appreciated by beneficiaries of this program throughout the Nation.

Mr. SPECTER. The benefits of fluoridated water to our Nation's children are well known and appreciated. I will work with my colleagues on the House and Senate conference to provide the resources to implement this program more broadly.

Mr. HARKIN. The National Institutes of Health reports that more than half of 6 to 8 year olds already suffer tooth decay. There are few things that the Federal Government can do directly to decrease this disease in children. Fluoridation is one of them. I, too, will work with my colleagues to provide the necessary funding in the conference report.

#### FUNDING FOR BREAST CANCER RESEARCH

Mr. DASCHLE. Mr. President, I note the committee is recommending a significant increase in funding for the National Institutes of Health as a whole, and for the National Cancer Institute in particular. I applaud the committee for its dedication to tapping the full potential of medical research. Such research represents hope for millions of Americans with cancer and other devastating illnesses, and in that sense it is far more valuable than any dollar figure we may attach to it.

I understand that in its report, the committee stated that breast cancer research is among its top priorities, and asserted that the National Cancer Institute should strengthen its budgetary commitment to breast cancer. In light of these statements, I believe it is the committee's expectation that the substantial increase in NCI funding



should be reflected in additional funding for breast cancer research. It is reasonable that NCI would increase its funding commitment to breast cancer research in order to respond to the committee's concern that more research is needed to better understand the underlying mechanisms of breast cancer and to improve the ability to detect, diagnose and treat this pervasive, life-threatening disease.

Mr. SPECTER. I agree with your interpretation of the committee's report. Our intent was to convey the need to redouble our efforts to successfully prevent, detect and treat breast cancer. Sufficient funding to push the boundaries of breast cancer research is essential if we are truly committed to these goals. Increased funding for the National Cancer Institute should indeed be reflected in a larger financial commitment to breast cancer research.

Mr. HARKIN. I, too, fully concur with Senator DASCHLE's assessment. NCI must not forsake this important opportunity to expand its breast cancer research agenda. I anticipate that NIH and NCI will give this critical avenue of research every consideration as they make their fiscal year 1998 funding decisions.

FULFILLING THE PROMISE OF THE BREAST AND CERVICAL CANCER MORTALITY PREVENTION ACT (P.L. 101-345)

Mr. DASCHLE. Mr. President, I am grateful that this bill provides an increase in funding for the Centers of Disease Control and Prevention's National Breast and Cervical Cancer Early Detection Program. The program was implemented in accordance with the Breast and Cervical Cancer Mortality Prevention Act of 1990 to reduce morbidity and mortality from two cancers that will claim the lives of an estimated 500,000 women during the 1990's. It is structured as a State and Federal partnership to provide screening and diagnostic help and assure followup care for low-income uninsured women.

Under the 1990 act, Federal funding is restricted to screening and diagnostic services. To ensure that women diagnosed with cancer receive treatment, States are expected to arrange access to treatment through whatever means they have at their disposal. The CDC's National Breast and Cervical Cancer Early Detection Program is now active in all 50 States, and as of January 1997, the program has screened more than 1.5 million American women. Unfortunately, too many women are not being provided the screening, diagnostic help, and treatment they need to save their lives.

At the current level of funding, the program can provide screening to only 15 percent of the eligible low-income population, meaning that roughly 10 million low-income uninsured American women are not provided access to critical screening services. Moreover, as in many other States, the program in my home State of South Dakota faces another critical resource constraint: Insufficient resources to pro-

vide diagnostic services for women who have been screened by the program and require additional diagnostic treatment. It is tragic to think that some women are told they may have breast or cervical cancer, and then informed that their diagnosis cannot be confirmed. Additional funding for this program is critically needed to complete the task of diagnosing women as early as possible so that they can receive potentially life-saving treatment, and to fulfill the promise of the 1990 bill for all eligible women, not just a small fraction of them.

In addition to our inability to provide screening and diagnostic services to all low-income women, we have not yet been able to establish a program to ensure the necessary treatment for those who are diagnosed with cervical or breast cancer. When you consider that the fundamental goal of the 1990 act is to prevent mortality, it becomes clear that we need to take greater steps to secure treatment for affected women. Since passage of the 1990 act, CDC and the States have been working diligently to ensure that all women diagnosed with breast or cervical cancer receive appropriate treatment. However, the resources that are available to fulfill this task—often an uneven patchwork of free clinics, charity care from hospitals, and pro bono services donated physicians—makes the job extremely difficult.

To meet this challenge, it is essential that we determine accurately the extent to which women diagnosed with cancer under the CDC Program lack access to the care they need and how we can overcome the remaining barriers to providing all women with care they need. I understand that the CDC is conducting a comprehensive study of State-level efforts to provide appropriate treatment. Based on the results of that study, which should be available within the next few months, Congress and the administration have a responsibility to determine whether additional measures are necessary to help States ensure proper treatment for women who are diagnosed with cancer through the CDC screening program. It is my hope that when the results of the CDC study become available, the administration will evaluate them and make recommendations to Congress on ways the Federal Government can better help States ensure that women diagnosed with cervical or breast cancer obtain the treatment they need.

Additionally, it is my hope that the Department of Health and Human Services will utilize whatever unexpended or discretionary funds that are available in fiscal year 1998 to expand the number of women who are provided screening or diagnostic assistance for cervical or breast cancer.

Mr. HARKIN. Mr. President, I couldn't agree more. Providing crucial early detection and diagnostic screening services to uninsured women is a high priority for me. It is essential that women who are diagnosed with

breast cancer through our efforts are not abandoned without hope of appropriate treatment. I know that our committee, with the chairman's support, will work hard to support CDC's National Breast and Cervical Cancer Early Detection Program and strongly encourage the administration to develop recommendations to Congress to ensure broader access to followup treatment.

Mr. SPECTER. Mr. President, I very much agree. I recognize the importance of providing early detection and diagnostic screening services to as many uninsured women as possible, and agree that the Department of Health and Human Services should consider providing the screening and diagnostic program with any unexpended or otherwise available funds under this bill in fiscal year 1998. Also, Congress and the administration should take a close look at the current program and be willing to consider further efforts to provide followup treatment for all women diagnosed with cancer through the screening program.

RESEARCH AIMED AT DETECTING, PREVENTING, AND TREATING OSTEOPOROSIS

Mr. DASCHLE. Mr. President, it is estimated that up to 50 percent of the women alive today will experience at least one serious osteoporosis-related fracture during the remainder of their lives. Approximately 25 percent of men alive today will also experience a serious fracture related to osteoporosis. It is clear that osteoporosis is becoming a greater and more expensive public health problem with each passing year. Medicare and other publicly funded health care programs are spending an estimated \$28 billion per year to treat osteoporosis-related conditions.

Osteoporosis is both preventable and treatable. There are a number of FDA-approved therapies that have been demonstrated to be effective in preventing the disease in those at risk, as well as treatments that can arrest or retard the progress of the disease in individuals who already have it. Good nutrition, including sufficient calcium, has also been shown to help protect against the illness. If programs can be put into place soon that will help detect and combat this illness, we can make a tremendous difference in the quality of life of seniors, and effectively reduce the spiraling cost of osteoporosis-related health problems.

I understand that in its report, the committee has encouraged the National Institute of Arthritis and Musculoskeletal and Skin Diseases [NIAMS] and the Agency for Health Care Policy Research [AHCPR] to use competitive grants and other mechanisms to plan and carry out definitive studies, including epidemiological studies, that will enable us to better understand the nature and scope of osteoporosis and design more effective prevention and treatment programs. I commend the committee for its action, and would like to reinforce the urgency of moving forward with the planning

and execution of such studies and the importance of using competitive grants as appropriate to tap the skills and expertise of the Nation's academic and research communities. I would also like to emphasize the importance of including, as part of this effort, an analysis of policies and programs that should be pursued to prevent osteoporosis in the future. It is critical that we have an accurate sense of the dimensions of this widespread health problem and take every possible step to lessen its destructive impact.

I hope the committee's well-articulate views, which clearly recognize the value of a comprehensive assessment of osteoporosis, and acknowledge the important contribution NIAMS and AHCPR can make to that effort, are incorporated into the conference report.

Mr. SPECTER. I agree that osteoporosis should be the focus of aggressive detection, prevention and treatment activities. We owe it to our own and future generations to tackle the root cause of so much injury and debilitation in later life, and to reduce the growing financial burden it imposes on individuals and the public alike. I agree that NIAMS and AHCPR should pursue, within the funds provided, strategies to detect, prevent, and treat osteoporosis in both women and men, and I look forward to working with the conferees to include such language in the conference report.

Mr. HARKIN. I also recognize the value of a comprehensive research strategy aimed at detecting, preventing and treating osteoporosis, and I encourage NIAMS and AHCPR to give this research every consideration as they make their fiscal year 1998 funding decisions.

#### AGING RESEARCH AND ALZHEIMER'S DISEASE

Mr. GRASSLEY. I would like to take this opportunity to commend the distinguished chairman of the subcommittee, Senator SPECTER, for his leadership in crafting what is arguably one of the most difficult and perhaps the most complex appropriations bills Congress must deal with each year.

I share his concerns that while there are so many worthwhile programs covered by this legislation, we are unfortunately constrained by limited resources.

As chairman of the Senate Special Committee on Aging, I am especially concerned about one item in the bill—the recommended appropriation for the National Institute on Aging.

As baby boomers shoulder their way into the 21st century, nearly 35 million Americans will be age 65 or older, compared to just 3.1 million at the start of this century. This tremendous growth is due in large part to better living standards as well as this Nation's commitment to medical research. As a result of past research investments we now have new and more effective treatments for arthritis, high blood pressure, stroke, and other diseases.

But as you know, many critical challenges remain—not the least of which is the scourge of Alzheimer's disease.

Alzheimer's disease and related disorders present one of the greatest threats to the health and economic security of the generation that will enter retirement in the 21st century. It has already stricken 4 million Americans. And if left unchecked, 14 million will fall victim to Alzheimer's by the middle of the next century. It will defeat all of our best efforts in Congress and as a nation to control health care costs and assure the quality of health care in general.

I know that the distinguished chairman of the subcommittee shares my concern. As in my State of Iowa, his home State has a high proportion of elderly.

I note that this legislation recommends \$520.7 million for the National Institute on Aging. While that represents an increase over this year's funding and the House level, the rate of increase is below the average increase to NIH as a whole.

I would like to ask the distinguished chairman that he keep in mind the importance of adequate funding of the National Institute on Aging. The challenges, and the opportunities, surrounding our aging population have never been greater.

Mr. SPECTER. I would like to thank Senator GRASSLEY, the distinguished chairman of the Aging Committee for his leadership on this important issue. The Senator can be certain that I understand the importance of maintaining adequate funding for the National Institute on Aging. I will certainly keep this in mind as the appropriations process continues.

#### EARLY HEAD START PROGRAM

Mr. HARKIN. Mr. President, the pending legislation increases funding for Head Start by \$324 million and directs that 10 percent of the fiscal year 1998 increase be dedicated for further expansion of the Early Head Start Program which serves children from 0-3 years of age. The appropriations bill does not amend the underlying Head Start statute, therefore, there is no change to the 5 percent set-aside for the Early Head Start Program as prescribed by that law for fiscal year 1998.

I would ask the chairman if he could clarify the intent of the legislation with respect to the Early Head Start Program. It is my understanding that the 10 percent from the fiscal year 1998 increase is in addition to the 5 percent set-aside already provided by law.

Mr. SPECTER. The Senator is correct. The pending legislation does not change the 5 percent set-aside for the Early Head Start Program provided by current law for fiscal year 1998 and the 10 percent provided by the bill is additional funding to expand programs for children from 0-3 years of age.

Mr. HARKIN. I thank the chairman for clarifying this point.

#### MUSIC EDUCATION

Mr. KENNEDY. Mr. President, in the past the Senate has supported, through the Labor-HHS appropriations bill, music training as an educational tool.

I support the continuation of support for this type of program.

I urge the Department of Education, through its fund for the improvement of education, to give favorable consideration to a proposal that will stimulate students' interest in and attention to music by airing the work of young and gifted student performers and which will also involve the public through supplemental educational tools. A young performance series, which affords 6-18-year-old musicians the opportunity to publicly demonstrate their talents would be especially suited to carry out such a demonstration.

If we are to encourage innovation and talent, we must foster that talent by recognizing the developing skills of our Nation's youth. Public broadcasts of a quality young performance program will encourage youth involvement in classical and other serious music.

Mr. SPECTER. I note the Senator's support for music programs for young people with interest and agree that we should encourage education and learning through the use of the arts. I would also encourage the Department of Education to consider this proposal.

#### STUDENT/PARENT MOCK ELECTIONS

Mr. KENNEDY. Mr. President, every Member of Congress understands the importance of elections. The votes cast on election day determine the leadership and direction of communities across the country, and of the Nation as a whole. We know that informed voters are the essence of our democracy.

The National Student-Parent Mock Election helps young students learn about the importance of the election process. It also offers parents and teachers across the country an opportunity to help students learn about democracy, make decisions about key issues, and understand the meaning of the citizen responsibility on which democracy thrives.

On October 30, 1996, millions of students and parents across the country cast their votes for President, Vice President, Senators, Representatives, Governors, and local officials as part of the National Student-Parent Mock Election. Every State called in its votes on who would win the elections and its recommendations on key national issues to the National Mock Election Headquarters, while over 20 million viewers watched on television.

The National Student-Parent Mock Election is an on-going project that received \$125,000 in Federal funding in fiscal year 1997.

I understand that it is the intention of the chairman and ranking member of the Labor-HHS-Education Appropriations Subcommittee to fund the National Student-Parent Mock Election at \$225,000 for the fiscal year 1998 so that it can continue to educate students on key issues and the principles of democracy.

Mr. SPECTER. That is true. It was our intention to include in report language that the National Student-Parent Mock Election be funded at \$225,000 this fiscal year. I, too, believe that this is an important and worthy program.

Mr. HARKIN. I also agree that it was our intention to fund the program at \$225,000 this fiscal year, and I comment the National Student-Parent Mock Election program of its continued success.

Mr. KENNEDY. I thank the Senator for the clarification. The lessons that students and their parents learn in the mock elections will benefit American politics for years to come. If the next generation of Americans is well prepared for the challenges of democracy, our liberties will be in good hands.

#### FUNDING FOR THE CENTERS FOR DISEASE CONTROL AND ITS SUICIDE PREVENTION INITIATIVES

Mr. COVERDELL. Mr. President, I would like to direct the attention of my colleagues to the work of the Centers for Disease Control [CDC] located in Atlanta, GA. As you all are aware, the CDC is dedicated to the public health—providing valuable resources for disease research and prevention from cancer and infectious disease research to diabetes control to suicide prevention.

Mr. SPECTER. Yes, I think our colleagues will all agree that the CDC performs valuable public health services. There is widespread support for the CDC and its missions, and I believe it is a worthwhile use of Federal funds.

Mr. COVERDELL. I thank the Senator from Pennsylvania for his remarks. Let me add that a number of my constituents have contacted me regarding CDC funding, particularly in regard to the National Center for Injury Prevention and Control's research on suicide prevention.

While both the House and Senate bills provide funding for the CDC above the administration's request, my constituents fear that the CDC's research potential will not be attained under the Senate's lower appropriation level. As you may know, I joined with several of my colleagues in sponsoring S. Res. 84 which recognizes suicide as a national problem. I share my constituents' interest in promoting efforts to prevent suicide, and as deliberations on S. 1061 continue, I respectfully request that the Chairman consider my constituents' request to fund the CDC at the House level.

Mr. SPECTER. I appreciate the Senator from Georgia's comments regarding fiscal year 1998 CDC funds. Let me assure him that the subcommittee will take his comments into careful consideration.

Mr. COVERDELL. Once again, I would like to thank the Senator for his and his subcommittee's support. I yield the floor.

Mr. SPECTER. I appreciate the distinguished Senator from Georgia bringing to the attention of this Senate his interest in the valuable work of the

CDC. I will ensure that the conference committee considers the Senator's interest in these important public health programs.

Mr. COVERDELL. I thank the distinguished chairman for his attention to my interest in these matters.

#### DEPARTMENT OF LABOR JOB SEARCH INITIATIVE

Mr. DOMENICI. Mr. President, I rise to engage the distinguished chairman of the Labor, Health and Human Services and Education Appropriations Subcommittee in a dialog about an item in the House version of the fiscal year 1998 appropriations bill.

Mr. President, the House Appropriations Committee has approved \$3 million within the Employment and Training Administration to support a telephone-access job search system. These funds are provided as part of the \$71.8 million approved in the House bill for other federally administered programs. Through the labor market information activity, \$3 million would be used to support the installation of a telephone access labor market exchange network for searching America's Job Bank by telephone. This service has the potential of providing access to job information to persons with disabilities, including individuals who are blind.

I would ask the chairman if he would review the House proposal and give it serious consideration for inclusion in the final version of the Labor-HHS-Education appropriations bill. I understand that the \$3 million would most appropriately go to assist states in meeting the first-year costs of joining a labor market exchange network for providing job seekers with access to America's Job Bank by telephone. With the innovative use of computer technology, this proposal could be of significant assistance to those who are disabled and in search of employment opportunities.

Mr. SPECTER. I thank the Senator from New Mexico for bringing this matter to my attention. I am familiar with the recommendation of the House Appropriations Committee to encourage a telephone-access job search initiative. I can assure my friend from New Mexico that I will give this proposal serious consideration for inclusion in the conference report accompanying the final bill.

#### WHITE HOUSE INITIATIVE ON TRIBAL COLLEGES AND UNIVERSITIES

Mr. BINGAMAN. Mr. President, I wish to take this opportunity to speak in support of a new Office of Tribal Colleges and Universities that has been created by Executive order, and to clarify language in the Senate Committee Report 105-58 that accompanies the legislation currently under consideration. This Executive order began as Senate Resolution 264, a Sense-of-the-Senate Resolution urging the President to issue an Executive order to promote and expand Federal assistance for Indian institutions of higher education. I am proud to be one of the initiators of this resolution, and I was very pleased when the President responded by issu-

ing Executive Order 13021 pertaining to tribal colleges and universities in October 1996, in which he created an Office of White House Initiative in the Department of Education. The order also directed the Department of Education to "provide appropriate administrative services and staff support for the Board and the Initiative."

This issue was raised in two separate sections in the Senate committee report. Support for the Initiative Office was mentioned in the section pertaining to the Department of Education's Office of Indian Education, and then again in the section pertaining to the Office of Vocational Education. I ask my colleague from Pennsylvania, Senator SPECTER, if it was the committee's intent to provide the White House Initiative Office with adequate support from the Department of Education's increased funds for general departmental management, and not from the limited funds allocated to the Office of Indian Education?

Mr. SPECTER. Mr. President, I thank my colleagues for this opportunity to clarify the committee's recommendation regarding the Department of Education's White House Initiative Office on tribal colleges and universities. It was, indeed, the committee's intent that the Office receive adequate support for its mission, and that administrative funds be allocated for this purpose from the Department of Education's general management funds.

Mr. BINGAMAN. I thank my colleague for this clarification. The 30 Tribal Colleges and Universities in this country provide the best opportunity for many Native Americans to attend college. The Carnegie Foundation for the Advancement of Teaching recently published its second report on Native American colleges, pointing out the critical role they play. I believe that the office created under the White House initiative will have an opportunity to work across Federal agencies to strengthen tribal institutions of higher education and can help to implement the recommendations made in the Carnegie Foundation report.

I know that my colleague from North Dakota, Senator DORGAN, shares my concern for the support of tribal colleges and universities, and I would ask for his thoughts on this issue.

Mr. DORGAN. Mr. President, I thank my colleague from New Mexico for his leadership in urging the creation of this White House Office on Tribal Colleges and Universities. Like Senator BINGAMAN, I supported S. Res. 264 and was among the Senators that subsequently urged the President to issue the Executive order. It was at my request that the committee included language for increased funding support for this office, and I am most grateful to the chairman for his help on this matter and for clarifying the committee's intent.

North Dakota is home to five tribal colleges, and these institutions are an

important part of the higher education community in my State. It is my belief that the White House initiative has the potential to galvanize Federal support for these institutions, and in so doing will open the door to college wider for many Native Americans.

NATIONAL MEDIATION BOARD

Mr. HARKIN. As the chairman knows, this bill includes funding for the National Mediation Board [NMB] which is responsible for mediating labor-management disputes in the railroad and airline industries under the Railway Labor Act [RLA]. To help meet this responsibility section 3 of the RLA requires the arbitration of certain disputes that arise between employee and their employers in the rail industry.

Unfortunately, there is a serious need to help the NMB fulfill its section 3 responsibilities. Delays in care processing cause uncertainty and hardship for both rail workers and the carriers. I want to thank the chairman for recognizing this problem and for including an additional \$500,000 to the budget of the NMB. It is my understanding that it is the intent of the chairman and the committee that the NMB should use this extra money to deal with the section 3 cases. Is this also understanding of the chairman?

Mr. SPECTER. I want to thank the Senator from Iowa for raising this issue. In appropriating an additional \$500,000 over the administration's request it is indeed by intent that the NMB will use these funds to more quickly process the section 3 cases that are currently pending. There are now a few thousand unresolved cases affecting workers and employers in Pennsylvania and throughout the Nation who deserve to have these cases decided as quickly as possible.

Mr. HARKIN. I want to again thank the chairman for his interest and help in addressing this problem.

Mr. LEAHY. I am concerned that the Community Schools Program has not been funded within the fiscal year 1998 HHS appropriations bill. The elimination of this program means the cutting of funds for grants in over 35 States, midcycle, including programs in Vermont and Pennsylvania.

Senator JEFFORDS and I have been working to find an acceptable way to ensure that the Community Schools programs which work well will continue to be funded.

I understand the fiscal constraints faced by the committee. I appreciate the willingness of the chairman to add language to this bill that would give priority funding through the high-risk youth grant program to currently running Community Schools grants that are successful.

The program in Vermont is called CITYSCAPE. This grant has allowed Barre City to develop partnerships between the schools, the community and other key service providers to target assistance to youth who are at risk of abuse and neglect, at risk of substance

abuse and at risk of teen pregnancy. The program seeks to increasing community and school connection to these youth, decrease youth violence and to decrease youth use or potential use of alcohol, tobacco or other drugs.

Mr. JEFFORDS. I thank my colleague for his remarks. We share a commitment to ensure that effective Community Schools programs like CITYSCAPE in Vermont are given priority in funding within the new program for at-risk youth.

I would also add to my colleague from Vermont's remarks that a key component of the Barre City Program is the development of community ownership and a volunteer base that will ensure the continuation of this program beyond the end of the grant cycle.

Our intention is to work with the committee to make sure that CITYSCAPE and other good programs reach the point that they can stand on their own with community support.

Mr. SPECTER. I thank the Senators from Vermont for bringing their concerns about the elimination of this program to me. I certainly want programs that are successful to continue. I and will work with the House during the conference to make sure that programs that are meeting the needs of high-risk youth can continue.

AIDS DRUG ASSISTANCE PROGRAM AND OTHER PROGRAM FUNDING UNDER THE RYAN WHITE CARE ACT

Mr. D'AMATO. Mr. President, I would like to commend the chairman for his continued leadership in providing substantial support for the Ryan White CARE Act, research through the National Institutes of Health, and various prevention and education programs seeking to discover new treatments and a cure for the HIV/AIDS virus. Each of these areas deserves the full attention from congressional leaders if we are to finally win our struggle with this dreaded virus.

However, I am particularly concerned that the level of funding for the AIDS Drug Assistance Program [ADAP] under title II of the Ryan White CARE Act will fail to meet the needs of those suffering from this terrible disease. With some of the recent advances in HIV/AIDS drug treatments, many seem to believe that the pressure imposed by this disease upon our society has been relieved. However, I believe the Senate must increase the ADAP funding level for fiscal year 1998 to the House level of \$132 million in order to protect our citizens from this continued deadly disease.

As with every State, in my State of New York many working people living with HIV/AIDS must rely on the ADAP Program for their only access to the new effective combination therapy AIDS medications which were discovered and produced through our public and private investment in research at the National Institutes of Health and in private industry. These newly approved drugs offer real hope for contin-

ued life to hundreds of thousands of Americans living with HIV/AIDS. With millions of Americans lacking health insurance with adequate prescription benefits, the ability to access these treatments has literally become a matter of life and death for thousands of these Americans.

Currently, the ADAP Program in New York State provides treatment opportunities to nearly 17,000 people with many, many more projected to seek treatment in the future. Congress has the ability to lead the way to assure access to these therapies and the hope they provide against the inescapable progression to an untimely death. We must seize this opportunity. No one wants to be in the position of telling a constituent that they are out of luck this year and that maybe next year we can do something. Every State will face intolerable choices in deciding who shall have the opportunity to receive these life-saving treatments without an adequate ADAP funding level. I ask the chairman to leave no stone unturned in obtaining the funds so desperately needed for us to offer a chance for life to every American living with HIV/AIDS in the United States. I know my colleague from California would like to provide further emphasis to this statement.

Mrs. BOXER. Mr. President, I thank the Senator from New York and I appreciate his comments on the Ryan White CARE Act. This vital program is literally a life line for people living with HIV and AIDS.

AIDS continues to be the leading cause of death for Americans between the ages of 25 and 44. Over a half million Americans have been diagnosed with AIDS, and over 360,000 have died of the disease. In the coming year, HIV will infect some 40,000 Americans, half of them under the age of 25.

The Ryan White CARE Act demonstrates our commitment to providing necessary health care services to these individuals and families with HIV, and to assisting communities hardest hit by the AIDS epidemic.

Recent advances in research have provided us with new and effective combination therapy AIDS medications. These newly approved drugs offer the first real hope to the hundreds of thousands of people living with HIV and AIDS.

Under title II of the CARE Act, the ADAP program provides access to these essential, life-saving drugs to the people who desperately need them. It literally makes the difference between life and death for tens of thousands of Americans. It is because of this new hope that new clients are coming to get the treatment they need to survive, and that is why increased funding for this program is vital.

We have the ability and the responsibility to make these drugs available to people who need them. I don't believe anyone in this room would want his or her State to be in a position of having to cut patients off life-saving drugs because funding is inadequate.

Given that the number of individuals with HIV continues to escalate, our commitment to providing AIDS care must remain firm. Therefore, I strongly urge my colleagues in conference to adopt the highest funding for the Ryan White CARE Act. I urge support of the House funding levels for title I and title II and the Senate levels for title III, IV, and V.

In addition, I would like to reiterate my strong support for AIDS prevention and education programs through the Centers for Disease Control. These programs are key to stopping the spread of HIV infection and saving lives, and I urge the highest funding level possible.

Individuals living with this disease and their loved ones known that these programs are saving lives, enabling patients to live life to the fullest, and preventing new infections. It is our obligation to provide the highest level of funding possible for these critical appropriations.

Again, I thank the Senator from New York and the chairman and ranking member of the subcommittee for their tireless work on behalf of people with HIV and AIDS.

Mr. D'AMATO. I thank the Senator from California for providing further perspective on this issue. Mr. President, we again thank the chairman for his leadership and support of the Ryan White CARE Act in the past. We hope to secure your continued support for Senate appropriations for titles III, IV, and V of the Ryan White CARE Act, and at least the House funding levels for titles I and II in conference committee. In particular, the ADAP funding level affects every State in our great Nation and, therefore, I look forward to working with him and our colleagues to ensure that every American will have access to any HIV/AIDS treatment he or she may require.

#### COMMUNITY EMPLOYMENT ALLIANCE

Mrs. HUTCHISON. Mr. President, I would like to bring to the attention of the Senator the Community Employment Alliance [CEA], which is sponsored by the Enterprise Foundation. It is my hope that the Department of Labor may identify the CEA as a project for full consideration under research, demonstration, and pilot program funds being made available to the Department in the 1998 Labor, Health and Human Services, and Education Appropriations Act.

CEA is working in eight cities nationwide, including San Antonio and Dallas in my home State, to develop an effective job opportunity system for low-income individuals, particularly those on public assistance. CEA offers a new, comprehensive model for developing job opportunities for low-income citizens based on the utilization of community-based organizations, in conjunction with private sector and Government resources.

CEA's approach envisions the development of compacts involving city and State governments, local and regional business leaders, and community-based

organizations. Each local alliance will formulate strategies and implement programs for creating an effective job opportunity system for welfare recipients. The ultimate goal of the CEA, therefore, is to improve job prospects for unemployed and underemployed residents of distressed inner-city neighborhoods through well-coordinated, high performance economic and work force development activities. I believe that it is this type of integrated approach that will help move more Americans from welfare to work.

Mr. SPECTER. I thank Senator HUTCHISON for bringing this important project to my attention and the attention of the committee. There is much work to be done in assisting those on welfare to gain a better life. Approaches to this problem which fully integrate business, civic, and community leaders are in my view the most likely to succeed. Therefore, I believe that the Department of Labor should, in fact, give full consideration to the request for funds made by the Community Employment Alliance for this purpose.

#### BOSTON SYMPHONY ORCHESTRA

MR. KENNEDY. Mr. President, one of the integral parts of a classical education includes a knowledge and appreciation of music. Studies have shown that there is a direct correlation between children with an early exposure to music and high achievement in mathematics. Music provides a universal language that knows no boundaries, and heightens a person's awareness and sensitivity to the world around them.

Boston Symphony Orchestra, one of the world's leading symphonies, has developed in collaboration with area schools a model youth concert program which contributes to a student's understanding and appreciation of music. It annually conducts 15 youth concerts for approximately 40,000 elementary, middle and high school students from over 120 communities throughout Massachusetts. BSO also provides training for music teachers and manages a resources center for educators in New England.

The House fiscal year 1998 Labor, Health and Human Services, and Education Appropriations Committee report contains language that encourages the Department of Education's fund for the Improvement of Education to support the operation and evaluation of such a program as the Boston Symphony Orchestra's model youth concert program. I urge the final conference report to adopt this language, which will broaden the horizons of our children's education.

Mr. HARKIN. Mr. President, what is the parliamentary situation at this time?

The PRESIDING OFFICER. The question is on the engrossment of the amendments and the third reading of the bill.

The amendments were ordered to be engrossed and the bill to be read a third time.

The bill was read the third time.

Mr. HARKIN addressed the Chair.

The PRESIDING OFFICER. The Senator from Iowa.

Mr. HARKIN. Mr. President, I want to take just a minute before the final passage of this bill to comment upon an amendment that was just adopted here, the amendment offered by the Senator from Washington State. I am concerned about the impact of that amendment and what it is going to do to education.

I do not know how many people understand what we have just done here. What we have just said in adopting this amendment on such a narrow vote is that many education programs including vocational education, bilingual education, education technology, immigrant education, safe and drug-free schools, and Goals 2000—some you may like, some you may not like, but all of these programs are now part of a block grant. This money now goes to local education agencies in the form of a block grant. All of the things that we have worked so hard on, on a bipartisan basis, in terms of technology, safe and drug-free schools, vocational education, all of these are gone under this amendment.

Mr. President, \$4 billion of that money now goes out to local education agencies in the form of a block grant. There will be no requirements on how this money is to be spent—none whatsoever. In other words, they can take the money and build a swimming pool and say the heck with education technology or safe and drug-free schools or vocational education. There is no limitation. We have had in the past limitations on how much of this money could be used for administrative costs, to pay for superintendents and all the administrative people who make up our schools.

The PRESIDING OFFICER. The Senator's time has expired.

Two minutes equally before the vote.

Mr. HARKIN. Mr. President, I ask unanimous consent for an additional minute.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. HARKIN. And the other side, too, get an additional minute.

Mr. President, we have had requirements in the past that no more than a certain amount of this money could be spent for administration because we wanted it to get to the kids and we wanted it to get to vocational education and technology.

These requirements are done away with in this amendment. So now they can use this money to pay superintendents or other school personnel more money.

Mr. DODD. Will my colleague yield?

Mr. HARKIN. I will yield.

Mr. DODD. Would my colleague not disagree with me, Mr. President, if this bill comes back from conference with this measure, we ought to filibuster this bill; it ought not to pass?

Mr. HARKIN. I appreciate that. I just have a sense that some people may

have voted on this and not understood exactly what was going on in terms of stripping away all of these measures and taking away the prohibition that we had in the past to limit how much could be spent on administration. That is all taken off.

I heard time and time again from people on both sides of the aisle how we should cut down on how much money we put into administration. I agree with that. We all agreed with that. Now those restrictions are gone. They will be able to use this money for whatever they want. I just think it is a terrible mistake on the part of the Senate to have adopted this amendment.

I appreciate the time.

Mr. GORTON addressed the Chair.

The PRESIDING OFFICER. The Senator from Oregon.

Mr. GORTON. Mr. President, I find it regrettable but not surprising that the expressions against the amendment which we just adopted are based on the proposition that all knowledge with respect to educational priorities is lodged right here among the 100 Members of this body, and, if not here, certainly no closer to our students than the Department of Education's bureaucrats here in Washington, DC; that if we are to allow local school board members, teachers, and parents to decide how they would like to spend the money on the education of their children setting different priorities in different school districts, they will, of course, waste the money, ignore our children, and use it to build swimming pools.

Well, Mr. President, I wonder why it is that the voters are so wise when they pick us and so foolish when they pick local school board members. That is the real issue here. Do we trust the people who are running our schools to run them properly, to care for the education of their children and to do a better job than Washington, DC, bureaucrats?

Fifty-one of you voted that we trust our educators.

The PRESIDING OFFICER. All time having expired, the vote now is on final passage.

Mr. INOUE. I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second? There is sufficient second.

The yeas and nays were ordered.

The PRESIDING OFFICER. The bill having been read the third time, the question is, Shall it pass? On this question, the yeas and nays have been ordered. The clerk will call the roll.

The legislative clerk called the roll.

The result was announced—yeas 92, nays 8, as follows:

[Rollcall Vote No. 235 Leg.]

YEAS—92

|         |           |          |
|---------|-----------|----------|
| Abraham | Bingaman  | Bumpers  |
| Akaka   | Bond      | Burns    |
| Allard  | Boxer     | Byrd     |
| Baucus  | Breaux    | Campbell |
| Bennett | Brownback | Chafee   |
| Biden   | Bryan     | Cleland  |

|           |               |             |
|-----------|---------------|-------------|
| Cochran   | Hatch         | Moynihan    |
| Collins   | Hollings      | Murkowski   |
| Conrad    | Hutchinson    | Murray      |
| Coverdell | Hutchison     | Nickles     |
| Craig     | Inouye        | Reed        |
| D'Amato   | Jeffords      | Reid        |
| Daschle   | Johnson       | Robb        |
| DeWine    | Kempthorne    | Roberts     |
| Dodd      | Kennedy       | Rockefeller |
| Domenici  | Kerrey        | Roth        |
| Dorgan    | Kerry         | Santorum    |
| Durbin    | Kohl          | Sarbanes    |
| Enzi      | Kyl           | Shelby      |
| Feingold  | Landrieu      | Smith (OR)  |
| Feinstein | Lautenberg    | Snowe       |
| Ford      | Leahy         | Specter     |
| Frist     | Levin         | Stevens     |
| Glenn     | Lieberman     | Thomas      |
| Gorton    | Lott          | Thompson    |
| Graham    | Lugar         | Thurmond    |
| Grams     | Mack          | Torricelli  |
| Grassley  | McCain        | Warner      |
| Gregg     | McConnell     | Wellstone   |
| Hagel     | Mikulski      | Wyden       |
| Harkin    | Moseley-Braun |             |

NAYS—8

|           |        |            |
|-----------|--------|------------|
| Ashcroft  | Gramm  | Sessions   |
| Coats     | Helms  | Smith (NH) |
| Faircloth | Inhofe |            |

The bill (S. 1061), as amended, was passed, as follows:

S. 1061

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That the following sums are appropriated, out of any money in the Treasury not otherwise appropriated, for the Departments of Labor, Health and Human Services, and Education, and related agencies for the fiscal year ending September 30, 1998, and for other purposes, namely:

#### TITLE I—DEPARTMENT OF LABOR

##### EMPLOYMENT AND TRAINING ADMINISTRATION TRAINING AND EMPLOYMENT SERVICES

For necessary expenses of the Job Training Partnership Act, as amended, including the purchase and hire of passenger motor vehicles, the construction, alteration, and repair of buildings and other facilities, and the purchase of real property for training centers as authorized by the Job Training Partnership Act; the Stewart B. McKinney Homeless Assistance Act; the Women in Apprenticeship and Nontraditional Occupations Act; the National Skill Standards Act of 1994; and the School-to-Work Opportunities Act: \$5,010,053,000 plus reimbursements, of which \$3,815,062,000 is available for obligation for the period July 1, 1998 through June 30, 1999; of which \$118,491,000 is available for the period July 1, 1998 through June 30, 2001 for necessary expenses of construction, rehabilitation, and acquisition of Job Corps centers; and of which \$200,000,000 shall be available from July 1, 1998 through September 30, 1999, for carrying out activities of the School-to-Work Opportunities Act: *Provided*, That \$55,127,000 shall be for carrying out section 401 of the Job Training Partnership Act, \$72,749,000 shall be for carrying out section 402 of such Act, \$7,300,000 shall be for carrying out section 441 of such Act, \$10,000,000 shall be for all activities conducted by and through the National Occupational Information Coordinating Committee under such Act, \$955,000,000 shall be for carrying out title II, part A of such Act, and \$129,965,000 shall be for carrying out title II, part C of such Act: *Provided further*, That the National Occupational Information Coordinating Committee is authorized, effective upon enactment, to charge fees for publications, training and technical assistance developed by the National Occupational Information Coordinating Committee: *Provided further*, That revenues received from publications and delivery of technical assistance and training, notwithstanding 31 U.S.C. 3302,

shall be credited to the National Occupational Information Coordinating Committee program account and shall be available to the National Occupational Information Coordinating Committee without further appropriations, so long as such revenues are used for authorized activities of the National Occupational Information Coordinating Committee: *Provided further*, That no funds from any other appropriation shall be used to provide meal services at or for Job Corps centers: *Provided further*, That funds provided for title III of the Job Training Partnership Act shall not be subject to the limitation contained in subsection (b) of section 315 of such Act; that the waiver described in section 315(a)(2) may be granted if a substate grantee demonstrates to the Governor that such waiver is appropriate due to the availability of low-cost retraining services, is necessary to facilitate the provision of needs-related payments to accompany long-term training, or is necessary to facilitate the provision of appropriate basic readjustment services; and that funds provided for discretionary grants under part B of such title III may be used to provide needs-related payments to participants who, in lieu of meeting the enrollment requirements under section 314(e) of such Act, are enrolled in training by the end of the sixth week after grant funds have been awarded: *Provided further*, That funds provided to carry out section 324 of such Act may be used for demonstration projects that provide assistance to new entrants in the workforce and incumbent workers: *Provided further*, That service delivery areas may transfer funding provided herein under authority of title II, parts B and C of the Job Training Partnership Act between the programs authorized by those titles of the Act, if the transfer is approved by the Governor: *Provided further*, That service delivery areas and substate areas may transfer up to 20 percent of the funding provided herein under authority of title II, part A and title III of the Job Training Partnership Act between the programs authorized by those titles of the Act, if such transfer is approved by the Governor: *Provided further*, That, notwithstanding any other provision of law, any proceeds from the sale of Job Corps center facilities shall be retained by the Secretary of Labor to carry out the Job Corps program: *Provided further*, That notwithstanding any other provision of law, the Secretary of Labor may waive any of the statutory or regulatory requirements of titles I-III of the Job Training Partnership Act (except for requirements relating to wage and labor standards, worker rights, participation and protection, grievance procedures and judicial review, nondiscrimination, allocation of funds to local areas, eligibility, review and approval of plans, the establishment and functions of service delivery areas and private industry councils, and the basic purposes of the Act), and any of the statutory or regulatory requirements of sections 8-10 of the Wagner-Peyser Act (except for requirements relating to the provision of services to unemployment insurance claimants and veterans, and to universal access to basic labor exchange services without cost to job seekers), only for funds available for expenditure in program year 1998, pursuant to a request submitted by a State which identifies the statutory or regulatory requirements that are requested to be waived and the goals which the State or local service delivery areas intend to achieve, describes the actions that the State or local service delivery areas have undertaken to remove State or local statutory or regulatory barriers, describes the goals of the waiver and the expected programmatic outcomes if the request is granted, describes the individuals impacted by the waiver, and describes the

process used to monitor the progress in implementing a waiver, and for which notice and an opportunity to comment on such request has been provided to the organizations identified in section 105(a)(1) of the Job Training Partnership Act, if and only to the extent that the Secretary determines that such requirements impede the ability of the State to implement a plan to improve the workforce development system and the State has executed a Memorandum of Understanding with the Secretary requiring such State to meet agreed upon outcomes and implement other appropriate measures to ensure accountability: *Provided further*, That the Secretary of Labor shall establish a workforce flexibility (work-flex) partnership demonstration program under which the Secretary shall authorize not more than six States, of which at least three States shall each have populations not in excess of 3,500,000, with a preference given to those States that have been designated Ed-Flex Partnership States under section 311(e) of Public Law 103-227, to waive any statutory or regulatory requirement applicable to service delivery areas or substate areas within the State under titles I-III of the Job Training Partnership Act (except for requirements relating to wage and labor standards, grievance procedures and judicial review, nondiscrimination, allotment of funds, and eligibility), and any of the statutory or regulatory requirements of sections 8-10 of the Wagner-Peyser Act (except for requirements relating to the provision of services to unemployment insurance claimants and veterans, and to universal access to basic labor exchange services without cost to job seekers), for a duration not to exceed the waiver period authorized under section 311(e) of Public Law 103-227, pursuant to a plan submitted by such States and approved by the Secretary for the provision of workforce employment and training activities in the States, which includes a description of the process by which service delivery areas and substate areas may apply for and have waivers approved by the State, the requirements of the Wagner-Peyser Act to be waived, the outcomes to be achieved and other measures to be taken to ensure appropriate accountability for Federal funds.

For necessary expenses of Opportunity Areas of Out-of-School Youth, in addition to amounts otherwise provided herein, \$250,000,000, to be available for obligation for the period October 1, 1998 through September 30, 1999, if job training reform legislation authorizing this or similar at-risk youth projects is enacted by April 1, 1998.

#### COMMUNITY SERVICE EMPLOYMENT FOR OLDER AMERICANS

##### (TRANSFER OF FUNDS)

To carry out the activities for national grants or contracts with public agencies and public or private nonprofit organizations under paragraph (1)(A) of section 506(a) of title V of the Older Americans Act of 1965, as amended, or to carry out older worker activities as subsequently authorized, \$353,340,000.

To carry out the activities for grants to States under paragraph (3) of section 506(a) of title V of the Older Americans Act of 1965, as amended, or to carry out older worker activities as subsequently authorized, \$99,660,000.

The funds appropriated under this heading shall be transferred to and merged with the Department of Health and Human Services, "Aging Services Programs", for the same purposes and the same period as the account to which transferred, following the enactment of legislation authorizing the administration of the program by that Department.

#### FEDERAL UNEMPLOYMENT BENEFITS AND ALLOWANCES

For payments during the current fiscal year of trade adjustment benefit payments and allowances under part I; and for training, allowances for job search and relocation, and related State administrative expenses under part II, subchapters B and D, chapter 2, title II of the Trade Act of 1974, as amended, \$349,000,000, together with such amounts as may be necessary to be charged to the subsequent appropriation for payments for any period subsequent to September 15 of the current year.

#### STATE UNEMPLOYMENT INSURANCE AND EMPLOYMENT SERVICE OPERATIONS

For authorized administrative expenses, \$173,452,000, together with not to exceed \$3,288,476,000 (including not to exceed \$1,228,000 which may be used for amortization payments to States which had independent retirement plans in their State employment service agencies prior to 1980, and including not to exceed \$2,000,000 which may be obligated in contracts with non-State entities for activities such as occupational and test research activities which benefit the Federal-State Employment Service System), which may be expended from the Employment Security Administration account in the Unemployment Trust Fund including the cost of administering section 1201 of the Small Business Job Protection Act of 1996, section 7(d) of the Wagner-Peyser Act, as amended, the Trade Act of 1974, as amended, the Immigration Act of 1990, and the Immigration and Nationality Act, as amended, and of which the sums available in the allocation for activities authorized by title III of the Social Security Act, as amended (42 U.S.C. 502-504), and the sums available in the allocation for necessary administrative expenses for carrying out 5 U.S.C. 8501-8523, shall be available for obligation by the States through December 31, 1998, except that funds used for automation acquisitions shall be available for obligation by States through September 30, 2000; and of which \$173,452,000, together with not to exceed \$738,283,000 of the amount which may be expended from said trust fund, shall be available for obligation for the period July 1, 1998 through June 30, 1999, to fund activities under the Act of June 6, 1933, as amended, including the cost of penalty mail authorized under 39 U.S.C. 3202(a)(1)(E) made available to States in lieu of allotments for such purpose, and of which \$150,000,000 shall be available solely for the purpose of assisting States to convert their automated State employment security agency systems to be year 2000 compliant, and of which \$212,333,000 shall be available only to the extent necessary for additional State allocations to administer unemployment compensation laws to finance increases in the number of unemployment insurance claims filed and claims paid or changes in a State law: *Provided*, That to the extent that the Average Weekly Insured Unemployment (AWIU) for fiscal year 1998 is projected by the Department of Labor to exceed 2,789,000 an additional \$28,600,000 shall be available for obligation for every 100,000 increase in the AWIU level (including a pro rata amount for any increment less than 100,000) from the Employment Security Administration Account of the Unemployment Trust Fund: *Provided further*, That funds appropriated in this Act which are used to establish a national one-stop career center network may be obligated in contracts, grants or agreements with non-State entities: *Provided further*, That funds appropriated under this Act for activities authorized under the Wagner-Peyser Act, as amended, and title III of the Social Security Act, may be used by the States to fund integrated Employment

Service and Unemployment Insurance automation efforts, notwithstanding cost allocation principles prescribed under Office of Management and Budget Circular A-87.

#### ADVANCES TO THE UNEMPLOYMENT TRUST FUND AND OTHER FUNDS

For repayable advances to the Unemployment Trust Fund as authorized by sections 905(d) and 1203 of the Social Security Act, as amended, and to the Black Lung Disability Trust Fund as authorized by section 9501(c)(1) of the Internal Revenue Code of 1954, as amended; and for nonrepayable advances to the Unemployment Trust Fund as authorized by section 8509 of title 5, United States Code, section 104(d) of Public Law 102-164, and section 5 of Public Law 103-6, and to the "Federal unemployment benefits and allowances" account, to remain available until September 30, 1999, \$392,000,000.

In addition, for making repayable advances to the Black Lung Disability Trust Fund in the current fiscal year after September 15, 1998, for costs incurred by the Black Lung Disability Trust Fund in the current fiscal year, such sums as may be necessary.

#### PROGRAM ADMINISTRATION

For expenses of administering employment and training programs, \$88,308,000, together with not to exceed \$41,285,000, which may be expended from the Employment Security Administration account in the Unemployment Trust Fund.

#### PENSION AND WELFARE BENEFITS ADMINISTRATION

##### SALARIES AND EXPENSES

For necessary expenses for the Pension and Welfare Benefits Administration, \$82,000,000, of which \$3,000,000 shall remain available through September 30, 1999 for expenses of completing the revision of the processing of employee benefit plan returns.

#### PENSION BENEFIT GUARANTY CORPORATION

##### PENSION BENEFIT GUARANTY CORPORATION FUND

The Pension Benefit Guaranty Corporation is authorized to make such expenditures, including financial assistance authorized by section 104 of Public Law 96-364, within limits of funds and borrowing authority available to such Corporation, and in accord with law, and to make such contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act, as amended (31 U.S.C. 9104), as may be necessary in carrying out the program through September 30, 1998, for such Corporation: *Provided*, That not to exceed \$10,433,000 shall be available for administrative expenses of the Corporation: *Provided further*, That expenses of such Corporation in connection with the termination of pension plans, for the acquisition, protection or management, and investment of trust assets, and for benefits administration services shall be considered as non-administrative expenses for the purposes hereof, and excluded from the above limitation.

#### EMPLOYMENT STANDARDS ADMINISTRATION

##### SALARIES AND EXPENSES

For necessary expenses for the Employment Standards Administration, including reimbursement to State, Federal, and local agencies and their employees for inspection services rendered, \$299,660,000, together with \$993,000 which may be expended from the Special Fund in accordance with sections 39(c) and 44(j) of the Longshore and Harbor Workers' Compensation Act: *Provided further*, That the Secretary of Labor is authorized to accept, retain, and spend, until expended, in the name of the Department of Labor, all sums of money ordered to be paid



to the Secretary of Labor, in accordance with the terms of the Consent Judgment in Civil Action No. 91-0027 of the United States District Court for the District of the Northern Mariana Islands (May 21, 1992): *Provided further*, That the Secretary of Labor is authorized to establish and, in accordance with 31 U.S.C. 3302, collect and deposit in the Treasury fees for processing applications and issuing certificates under sections 11(d) and 14 of the Fair Labor Standards Act of 1938, as amended (29 U.S.C. 211(d) and 214) and for processing applications and issuing registrations under title I of the Migrant and Seasonal Agricultural Worker Protection Act, 29 U.S.C. 1801 et seq.

#### SPECIAL BENEFITS

##### (INCLUDING TRANSFER OF FUNDS)

For the payment of compensation, benefits, and expenses (except administrative expenses) accruing during the current or any prior fiscal year authorized by title 5, chapter 81 of the United States Code; continuation of benefits as provided for under the head "Civilian War Benefits" in the Federal Security Agency Appropriation Act, 1947; the Employees' Compensation Commission Appropriation Act, 1944; and sections 4(c) and 5(f) of the War Claims Act of 1948 (50 U.S.C. App. 2012); and 50 per centum of the additional compensation and benefits required by section 10(h) of the Longshore and Harbor Workers' Compensation Act, as amended, \$201,000,000 together with such amounts as may be necessary to be charged to the subsequent year appropriation for the payment of compensation and other benefits for any period subsequent to August 15 of the current year: *Provided*, That amounts appropriated may be used under section 8104 of title 5, United States Code, by the Secretary to reimburse an employer, who is not the employer at the time of injury, for portions of the salary of a reemployed, disabled beneficiary: *Provided further*, That balances of reimbursements unobligated on September 30, 1997, shall remain available until expended for the payment of compensation, benefits, and expenses: *Provided further*, That in addition there shall be transferred to this appropriation from the Postal Service and from any other corporation or instrumentality required under section 8147(c) of title 5, United States Code, to pay an amount for its fair share of the cost of administration, such sums as the Secretary of Labor determines to be the cost of administration for employees of such fair share entities through September 30, 1998: *Provided further*, That of those funds transferred to this account from the fair share entities to pay the cost of administration, \$7,269,000 shall be made available to the Secretary of Labor for expenditures relating to capital improvements in support of Federal Employees' Compensation Act administration, and the balance of such funds shall be paid into the Treasury as miscellaneous receipts: *Provided further*, That the Secretary may require that any person filing a notice of injury or a claim for benefits under chapter 81 of title 5, United States Code, or 33 U.S.C. 901 et seq., provide as part of such notice and claim, such identifying information (including Social Security account number) as such regulations may prescribe.

#### BLACK LUNG DISABILITY TRUST FUND

##### (INCLUDING TRANSFER OF FUNDS)

For payments from the Black Lung Disability Trust Fund, \$1,007,000,000, of which \$960,650,000 shall be available until September 30, 1999, for payment of all benefits as authorized by section 9501(d) (1), (2), (4), and (7) of the Internal Revenue Code of 1954, as amended, and interest on advances as authorized by section 9501(c)(2) of that Act, and

of which \$26,147,000 shall be available for transfer to Employment Standards Administration, Salaries and Expenses, \$19,551,000 for transfer to Departmental Management, Salaries and Expenses, \$296,000 for transfer to Departmental Management, Office of Inspector General, and \$356,000 for payment into miscellaneous receipts for the expenses of the Department of Treasury, for expenses of operation and administration of the Black Lung Benefits program as authorized by section 9501(d)(5) of that Act: *Provided*, That, in addition, such amounts as may be necessary may be charged to the subsequent year appropriation for the payment of compensation, interest, or other benefits for any period subsequent to August 15 of the current year.

#### OCCUPATIONAL SAFETY AND HEALTH ADMINISTRATION

##### SALARIES AND EXPENSES

For necessary expenses for the Occupational Safety and Health Administration, \$336,205,000, including not to exceed \$77,941,000 which shall be the maximum amount available for grants to States under section 23(g) of the Occupational Safety and Health Act, which grants shall be no less than fifty percent of the costs of State occupational safety and health programs required to be incurred under plans approved by the Secretary under section 18 of the Occupational Safety and Health Act of 1970; and, in addition, notwithstanding 31 U.S.C. 3302, the Occupational Safety and Health Administration may retain up to \$750,000 per fiscal year of training institute course tuition fees, otherwise authorized by law to be collected, and may utilize such sums for occupational safety and health training and education grants: *Provided*, That, notwithstanding 31 U.S.C. 3302, the Secretary of Labor is authorized, during the fiscal year ending September 30, 1998, to collect and retain fees for services provided to Nationally Recognized Testing Laboratories, and may utilize such sums, in accordance with the provisions of 29 U.S.C. 9a, to administer national and international laboratory recognition programs that ensure the safety of equipment and products used by workers in the workplace: *Provided further*, That none of the funds appropriated under this paragraph shall be obligated or expended to prescribe, issue, administer, or enforce any standard, rule, regulation, or order under the Occupational Safety and Health Act of 1970 which is applicable to any person who is engaged in a farming operation which does not maintain a temporary labor camp and employs ten or fewer employees: *Provided further*, That no funds appropriated under this paragraph shall be obligated or expended to administer or enforce any standard, rule, regulation, or order under the Occupational Safety and Health Act of 1970 with respect to any employer of ten or fewer employees who is included within a category having an occupational injury lost workday case rate, at the most precise Standard Industrial Classification Code for which such data are published, less than the national average rate as such rates are most recently published by the Secretary, acting through the Bureau of Labor Statistics, in accordance with section 24 of that Act (29 U.S.C. 673), except—

(1) to provide, as authorized by such Act, consultation, technical assistance, educational and training services, and to conduct surveys and studies;

(2) to conduct an inspection or investigation in response to an employee complaint, to issue a citation for violations found during such inspection, and to assess a penalty for violations which are not corrected within a reasonable abatement period and for any willful violations found;

(3) to take any action authorized by such Act with respect to imminent dangers;

(4) to take any action authorized by such Act with respect to health hazards;

(5) to take any action authorized by such Act with respect to a report of an employment accident which is fatal to one or more employees or which results in hospitalization of two or more employees, and to take any action pursuant to such investigation authorized by such Act; and

(6) to take any action authorized by such Act with respect to complaints of discrimination against employees for exercising rights under such Act: *Provided further*, That the foregoing proviso shall not apply to any person who is engaged in a farming operation which does not maintain a temporary labor camp and employs ten or fewer employees.

#### MINE SAFETY AND HEALTH ADMINISTRATION

##### SALARIES AND EXPENSES

For necessary expenses for the Mine Safety and Health Administration, \$205,804,000, including purchase and bestowal of certificates and trophies in connection with mine rescue and first-aid work, and the hire of passenger motor vehicles; the Secretary is authorized to accept lands, buildings, equipment, and other contributions from public and private sources and to prosecute projects in cooperation with other agencies, Federal, State, or private; the Mine Safety and Health Administration is authorized to promote health and safety education and training in the mining community through cooperative programs with States, industry, and safety associations; and any funds available to the Department may be used, with the approval of the Secretary, to provide for the costs of mine rescue and survival operations in the event of a major disaster: *Provided*, That none of the funds appropriated under this paragraph shall be obligated or expended to carry out section 115 of the Federal Mine Safety and Health Act of 1977 or to carry out that portion of section 104(g)(1) of such Act relating to the enforcement of any training requirements, with respect to shell dredging, or with respect to any sand, gravel, surface stone, surface clay, colloidal phosphate, or surface limestone mine.

#### BUREAU OF LABOR STATISTICS

##### SALARIES AND EXPENSES

For necessary expenses for the Bureau of Labor Statistics, including advances or reimbursements to State, Federal, and local agencies and their employees for services rendered, \$320,097,000, of which \$15,430,000 shall be for expenses of revising the Consumer Price Index and shall remain available until September 30, 1999, together with not to exceed \$52,574,000, which may be expended from the Employment Security Administration account in the Unemployment Trust Fund.

#### DEPARTMENTAL MANAGEMENT

##### SALARIES AND EXPENSES

For necessary expenses for Departmental Management, including the hire of three sedans, and including up to \$4,439,000 for the President's Committee on Employment of People With Disabilities, \$152,131,000; together with not to exceed \$282,000, which may be expended from the Employment Security Administration account in the Unemployment Trust Fund: *Provided*, That no funds made available by this Act may be used by the Solicitor of Labor to participate in a review in any United States court of appeals of any decision made by the Benefits Review Board under section 21 of the Longshore and Harbor Workers' Compensation Act (33 U.S.C. 921) where such participation is precluded by the decision of the United States Supreme Court in Director, Office

of Workers' Compensation Programs v. Newport News Shipbuilding, 115 S. Ct. 1278 (1995): *Provided further*, That no funds made available by this Act may be used by the Secretary of Labor to review a decision under the Longshore and Harbor Workers' Compensation Act (33 U.S.C. 901 et seq.) that has been appealed and that has been pending before the Benefits Review Board for more than 12 months: *Provided further*, That any such decision pending a review by the Benefits Review Board for more than one year shall be considered affirmed by the Benefits Review Board on that date, and shall be considered the final order of the Board for purposes of obtaining a review in the United States courts of appeals: *Provided further*, That these provisions shall not be applicable to the review of any decision issued under the Black Lung Benefits Act (30 U.S.C. 901 et seq.).

#### WORKING CAPITAL FUND

The paragraph under this heading in Public Law 85-67 (29 U.S.C. 563) is amended by striking the last period and inserting after "appropriation action" the following: "*Provided further*, That the Secretary of Labor may transfer annually an amount not to exceed \$3,000,000 from unobligated balances in the Department's salaries and expenses accounts, to the unobligated balance of the Working Capital Fund, to be merged with such Fund and used for the acquisition of capital equipment and the improvement of financial management, information technology and other support systems, and to remain available until expended: *Provided further*, That the unobligated balance of the Fund shall not exceed \$20,000,000."

#### ASSISTANT SECRETARY FOR VETERANS EMPLOYMENT AND TRAINING

Not to exceed \$181,955,000 may be derived from the Employment Security Administration account in the Unemployment Trust Fund to carry out the provisions of 38 U.S.C. 4100-4110A and 4321-4327, and Public Law 103-353, and which shall be available for obligation by the States through December 31, 1998.

#### OFFICE OF INSPECTOR GENERAL

For salaries and expenses of the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, as amended, \$43,105,000, together with not to exceed \$3,645,000, which may be expended from the Employment Security Administration account in the Unemployment Trust Fund.

#### GENERAL PROVISIONS

SEC. 101. None of the funds appropriated in this title for the Job Corps shall be used to pay the compensation of an individual, either as direct costs or any proration as an indirect cost, at a rate in excess of \$125,000.

#### (TRANSFER OF FUNDS)

SEC. 102. Not to exceed 1 percent of any discretionary funds (pursuant to the Balanced Budget and Emergency Deficit Control Act, as amended) which are appropriated for the current fiscal year for the Department of Labor in this Act may be transferred between appropriations, but no such appropriation shall be increased by more than 3 percent by any such transfer: *Provided*, That the Appropriations Committees of both Houses of Congress are notified at least fifteen days in advance of any transfer.

SEC. 103. Funds shall be available for carrying out title IV-B of the Job Training Partnership Act, notwithstanding section 427(c) of that Act, if a Job Corps center fails to meet national performance standards established by the Secretary.

SEC. 104. None of the funds made available in this Act may be used by the Occupational Safety and Health Administration to promulgate or issue any proposed or final stand-

ard regarding ergonomic protection before September 30, 1998: *Provided*, That nothing in this section shall be construed to limit the Occupational Safety and Health Administration from issuing voluntary guidelines on ergonomic protection or from developing a proposed standard regarding ergonomic protection: *Provided further*, That no funds made available in this Act may be used by the Occupational Safety and Health Administration to enforce voluntary guidelines through section 5 (general duty clause) of the Occupational Safety and Health Act.

SEC. 105. Section 13(b)(12) of the Fair Labor Standards Act of 1938 (29 U.S.C. 213(b)(12)) is amended by inserting after "water" the following: ", at least 90 percent of which is ultimately delivered".

SEC. 106. (a) IN GENERAL.—Except as provided in subsection (b), none of the funds made available under this Act, or any other Act making appropriations for fiscal year 1998, may be used by the Department of Labor or the Department of Justice to conduct a rerun of a 1996 election for the office of President, General Secretary, Vice-President, or Trustee of the International Brotherhood of Teamsters.

(b) EXCEPTION.—

(1) IN GENERAL.—Upon the submission to Congress of a certification by the President of the United States that the International Brotherhood of Teamsters does not have funds sufficient to conduct a rerun of a 1996 election for the office of President, General Secretary, Vice-President, or Trustee of the International Brotherhood of Teamsters, the President of the United States may transfer funds from the Department of Justice and the Department of Labor for the conduct and oversight of such a rerun election.

(2) REQUIREMENT.—Prior to the transfer of funds under paragraph (1), the International Brotherhood of Teamsters shall agree to repay the Secretary of the Treasury for the costs incurred by the Department of Labor and the Department of Justice in connection with the conduct of an election described in paragraph (1). Such agreement shall provide that any such repayment plan be reasonable and practicable, as determined by the Attorney General and the Secretary of the Treasury, and be structured in a manner that permits the International Brotherhood of Teamsters to continue to operate.

(3) REPAYMENT PLAN.—The International Brotherhood of Teamsters shall submit to the President of the United States, the Majority and Minority Leaders of the Senate, the Majority and Minority Leaders of the House of Representatives, and the Speaker of the House of Representatives, a plan for the repayment of amounts described in paragraph (2), at an interest rate equal to the Federal underpayment rate established under section 6621(a)(2) of the Internal Revenue Code of 1986 as in effect for the calendar quarter in which the plan is submitted, prior to the expenditure of any funds under this section.

(c) EFFECTIVE DATE.—This section shall take effect one day after enactment of this Act.

This title may be cited as the "Department of Labor Appropriations Act, 1998".

#### TITLE II—DEPARTMENT OF HEALTH AND HUMAN SERVICES

##### HEALTH RESOURCES AND SERVICES ADMINISTRATION

##### HEALTH RESOURCES AND SERVICES

For carrying out titles II, III, VII, VIII, X, XII, XVI, XIX, and XXVI of the Public Health Service Act, section 427(a) of the Federal Coal Mine Health and Safety Act, title V of the Social Security Act, and the Health Care Quality Improvement Act of 1986, as amended, and the Native Hawaiian Health

Care Act of 1988, as amended, \$3,449,071,000, of which \$225,000 shall remain available until expended for interest subsidies on loan guarantees made prior to fiscal year 1981 under part B of title VII of the Public Health Service Act: *Provided*, That the Division of Federal Occupational Health may utilize personal services contracting to employ professional management/administrative and occupational health professionals: *Provided further*, That in addition to fees authorized by section 427(b) of the Health Care Quality Improvement Act of 1986, fees shall be collected for the full disclosure of information under the Act sufficient to recover the full costs of operating the National Practitioner Data Bank, and shall remain available until expended to carry out that Act: *Provided further*, That no more than \$5,000,000 is available for carrying out the provisions of Public Law 104-73: *Provided further*, That of the funds made available under this heading, \$208,452,000 shall be for the program under title X of the Public Health Service Act to provide for voluntary family planning projects: *Provided further*, That amounts provided to said projects under such title shall not be expended for abortions, that all pregnancy counseling shall be nondirective, and that such amounts shall not be expended for any activity (including the publication or distribution of literature) that in any way tends to promote public support or opposition to any legislative proposal or candidate for public office: *Provided further*, That \$217,000,000 shall be for State AIDS Drug Assistance Programs authorized by section 2616 of the Public Health Service Act: *Provided further*, That notwithstanding any other provision of law, funds made available under this heading may be used to continue operating the Council on Graduate Medical Education established by section 301 of Public Law 102-408: *Provided further*, That, of the funds made available under this heading, not more than \$6,000,000 shall be made available and shall remain available until expended for loan guarantees for loans funded under part A of title XVI of the Public Health Service Act as amended, made by non-Federal lenders for the construction, renovation, and modernization of medical facilities that are owned and operated by health centers, and for loans made to health centers under section 330(d) of the Public Health Service Act as amended by Public Law 104-299, and that such funds be available to subsidize guarantees of total loan principal in an amount not to exceed \$80,000,000: *Provided further*, That notwithstanding section 502(a)(1) of the Social Security Act, not to exceed \$103,609,000 is available for carrying out special projects of regional and national significance pursuant to section 501(a)(2) of such Act.

##### MEDICAL FACILITIES GUARANTEE AND LOAN FUND

##### FEDERAL INTEREST SUBSIDIES FOR MEDICAL FACILITIES

For carrying out subsections (d) and (e) of section 1602 of the Public Health Service Act, \$6,000,000, together with any amounts received by the Secretary in connection with loans and loan guarantees under title VI of the Public Health Service Act, to be available without fiscal year limitation for the payment of interest subsidies. During the fiscal year, no commitments for direct loans or loan guarantees shall be made.

##### HEALTH EDUCATION ASSISTANCE LOANS PROGRAM

##### (INCLUDING TRANSFER OF FUNDS)

For the cost of guaranteed loans, such sums as may be necessary to carry out the purpose of the program, as authorized by title VII of the Public Health Service Act, as amended: *Provided*, That such costs, including the cost of modifying such loans, shall be

as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That these funds are available to subsidize gross obligations for the total loan principal any part of which is to be guaranteed at not to exceed \$85,000,000: *Provided further*, That the Secretary may use up to \$1,000,000 derived by transfer from insurance premiums collected from guaranteed loans made under title VII of the Public Health Service Act for the purpose of carrying out section 709 of that Act. In addition, for administrative expenses to carry out the guaranteed loan program, \$2,688,000.

#### VACCINE INJURY COMPENSATION PROGRAM TRUST FUND

For payments from the Vaccine Injury Compensation Program Trust Fund, such sums as may be necessary for claims associated with vaccine-related injury or death with respect to vaccines administered after September 30, 1988, pursuant to subtitle 2 of title XXI of the Public Health Service Act, to remain available until expended: *Provided*, That for necessary administrative expenses, not to exceed \$3,000,000 shall be available from the Trust Fund to the Secretary of Health and Human Services.

#### CENTERS FOR DISEASE CONTROL AND PREVENTION

##### DISEASE CONTROL, RESEARCH, AND TRAINING

To carry out titles II, III, VII, XI, XV, XVII, and XIX of the Public Health Service Act, sections 101, 102, 103, 201, 202, 203, 301, and 501 of the Federal Mine Safety and Health Act of 1977, and sections 20, 21 and 22 of the Occupational Safety and Health Act of 1970, title IV of the Immigration and Nationality Act and section 501 of the Refugee Education Assistance Act of 1980; including insurance of official motor vehicles in foreign countries; and hire, maintenance, and operation of aircraft, \$2,317,113,000, of which \$23,007,000 shall remain available until expended for equipment and construction and renovation of facilities, and in addition, such sums as may be derived from authorized user fees, which shall be credited to this account: *Provided*, That in addition to amounts provided herein, up to \$70,063,000 shall be available from amounts available under section 241 of the Public Health Service Act, to carry out the National Center for Health Statistics surveys: *Provided further*, That none of the funds made available for injury prevention and control at the Centers for Disease Control and Prevention may be used to advocate or promote gun control: *Provided further*, That the Director may redirect the total amount made available under authority of Public Law 101-502, section 3, dated November 3, 1990, to activities the Director may so designate: *Provided further*, That the Congress is to be notified promptly of any such transfer.

In addition, \$51,000,000, to be derived from the Violent Crime Reduction Trust Fund, for carrying out sections 40151 and 40261 of Public Law 103-322.

#### NATIONAL INSTITUTES OF HEALTH NATIONAL CANCER INSTITUTE

For carrying out section 301 and title IV of the Public Health Service Act with respect to cancer, \$2,558,377,000.

#### NATIONAL HEART, LUNG, AND BLOOD INSTITUTE

For carrying out section 301 and title IV of the Public Health Service Act with respect to cardiovascular, lung, and blood diseases, and blood and blood products, \$1,539,898,000.

#### NATIONAL INSTITUTE OF DENTAL RESEARCH

For carrying out section 301 and title IV of the Public Health Service Act with respect to dental disease, \$211,611,000.

#### NATIONAL INSTITUTE OF DIABETES AND DIGESTIVE AND KIDNEY DISEASES

For carrying out section 301 and title IV of the Public Health Service Act with respect to diabetes and digestive and kidney disease, \$883,321,000.

#### NATIONAL INSTITUTE OF NEUROLOGICAL DISORDERS AND STROKE

For carrying out section 301 and title IV of the Public Health Service Act with respect to neurological disorders and stroke, \$781,351,000.

#### NATIONAL INSTITUTE OF ALLERGY AND INFECTIOUS DISEASES

For carrying out section 301 and title IV of the Public Health Service Act with respect to allergy and infectious diseases, \$1,359,688,000.

#### NATIONAL INSTITUTE OF GENERAL MEDICAL SCIENCES

For carrying out section 301 and title IV of the Public Health Service Act with respect to general medical sciences, \$1,058,969,000.

#### NATIONAL INSTITUTE OF CHILD HEALTH AND HUMAN DEVELOPMENT

For carrying out section 301 and title IV of the Public Health Service Act with respect to child health and human development, \$676,870,000.

#### NATIONAL EYE INSTITUTE

For carrying out section 301 and title IV of the Public Health Service Act with respect to eye diseases and visual disorders, \$357,695,000.

#### NATIONAL INSTITUTE OF ENVIRONMENTAL HEALTH SCIENCES

For carrying out sections 301 and 311 and title IV of the Public Health Service Act with respect to environmental health sciences, \$331,969,000.

#### NATIONAL INSTITUTE ON AGING

For carrying out section 301 and title IV of the Public Health Service Act with respect to aging, \$520,705,000.

#### NATIONAL INSTITUTE OF ARTHRITIS AND MUSCULOSKELETAL AND SKIN DISEASES

For carrying out section 301 and title IV of the Public Health Service Act with respect to arthritis and musculoskeletal and skin diseases, \$272,631,000.

#### NATIONAL INSTITUTE ON DEAFNESS AND OTHER COMMUNICATION DISORDERS

For carrying out section 301 and title IV of the Public Health Service Act with respect to deafness and other communication disorders, \$200,428,000.

#### NATIONAL INSTITUTE OF NURSING RESEARCH

For carrying out section 301 and title IV of the Public Health Service Act with respect to nursing research, \$64,016,000.

#### NATIONAL INSTITUTE ON ALCOHOL ABUSE AND ALCOHOLISM

For carrying out section 301 and title IV of the Public Health Service Act with respect to alcohol abuse and alcoholism, \$228,585,000.

#### NATIONAL INSTITUTE ON DRUG ABUSE

For carrying out section 301 and title IV of the Public Health Service Act with respect to drug abuse, \$531,751,000.

#### NATIONAL INSTITUTE OF MENTAL HEALTH

For carrying out section 301 and title IV of the Public Health Service Act with respect to mental health, \$753,334,000.

#### NATIONAL HUMAN GENOME RESEARCH INSTITUTE

For carrying out section 301 and title IV of the Public Health Service Act with respect to human genome research, \$218,851,000.

#### NATIONAL CENTER FOR RESEARCH RESOURCES

For carrying out section 301 and title IV of the Public Health Service Act with respect

to research resources and general research support grants, \$455,805,000: *Provided*, That none of these funds shall be used to pay recipients of the general research support grants program any amount for indirect expenses in connection with such grants: *Provided further*, That \$20,000,000 shall be for extramural facilities construction grants.

#### JOHN E. FOGARTY INTERNATIONAL CENTER

For carrying out the activities at the John E. Fogarty International Center, \$28,468,000.

#### NATIONAL LIBRARY OF MEDICINE

For carrying out section 301 and title IV of the Public Health Service Act with respect to health information communications, \$162,825,000, of which \$4,000,000 shall be available until expended for improvement of information systems: *Provided*, That in fiscal year 1998, the Library may enter into personal services contracts for the provision of services in facilities owned, operated, or constructed under the jurisdiction of the National Institutes of Health.

#### OFFICE OF THE DIRECTOR

##### (INCLUDING TRANSFER OF FUNDS)

For carrying out the responsibilities of the Office of the Director, National Institutes of Health, \$292,196,000 of which \$40,266,000 shall be for the Office of AIDS Research: *Provided*, That funding shall be available for the purchase of not to exceed five passenger motor vehicles for replacement only: *Provided further*, That the Director may direct up to 1 percent of the total amount made available in this Act to all National Institutes of Health appropriations to activities the Director may so designate: *Provided further*, That no such appropriation shall be decreased by more than 1 percent by any such transfers and that the Congress is promptly notified of the transfer: *Provided further*, That NIH is authorized to collect third party payments for the cost of clinical services that are incurred in National Institutes of Health research facilities and that such payments shall be credited to the National Institutes of Health Management Fund: *Provided further*, That all funds credited to the NIH Management Fund shall remain available for one fiscal year after the fiscal year in which they are deposited: *Provided further*, That up to \$500,000 shall be available to carry out section 499 of the Public Health Service Act: *Provided further*, That \$13,000,000 shall be available to carry out section 404E of the Public Health Service Act.

#### BUILDINGS AND FACILITIES

For the study of, construction of, and acquisition of equipment for, facilities of or used by the National Institutes of Health, including the acquisition of real property, \$203,500,000, to remain available until expended, of which \$90,000,000 shall be for the clinical research center: *Provided*, That, notwithstanding any other provision of law, a single contract or related contracts for the development and construction of the clinical research center may be employed which collectively include the full scope of the project: *Provided further*, That the solicitation and contract shall contain the clause "availability of funds" found at 48 CFR 52.232-18.

#### SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION

#### SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES

For carrying out titles V and XIX of the Public Health Service Act with respect to substance abuse and mental health services, the Protection and Advocacy for Mentally Ill Individuals Act of 1986, and section 301 of the Public Health Service Act with respect to program management, \$2,126,643,000 of which \$10,000,000 shall be for grants to rural and Native American projects: *Provided*, That in addition to amounts provided herein, up to

\$10,000,000 shall be available from amounts available under section 241 of the Public Health Service Act, for State-level data collection activities by the National Household Survey on Drug Abuse: *Provided further*, That notwithstanding any other provision of law, each State's allotment for fiscal year 1998 for each of the programs under subparts I and II of part B of title XIX of the Public Health Service Act shall be equal to such State's allotment for such programs for fiscal year 1997.

#### RETIREMENT PAY AND MEDICAL BENEFITS FOR COMMISSIONED OFFICERS

For retirement pay and medical benefits of Public Health Service Commissioned Officers as authorized by law, and for payments under the Retired Serviceman's Family Protection Plan and Survivor Benefit Plan and for medical care of dependents and retired personnel under the Dependents' Medical Care Act (10 U.S.C. ch. 55), and for payments pursuant to section 229(b) of the Social Security Act (42 U.S.C. 429(b)), such amounts as may be required during the current fiscal year.

#### AGENCY FOR HEALTH CARE POLICY AND RESEARCH

##### HEALTH CARE POLICY AND RESEARCH

For carrying out titles III and IX of the Public Health Service Act, and part A of title XI of the Social Security Act, \$77,587,000; in addition, amounts received from Freedom of Information Act fees, reimbursable and interagency agreements, and the sale of data tapes shall be credited to this appropriation and shall remain available until expended: *Provided*, That the amount made available pursuant to section 926(b) of the Public Health Service Act shall not exceed \$65,000,000.

#### HEALTH CARE FINANCING ADMINISTRATION GRANTS TO STATES FOR MEDICAID

For carrying out, except as otherwise provided, titles XI and XIX of the Social Security Act, \$71,602,429,000, to remain available until expended.

For making, after May 31, 1998, payments to States under title XIX of the Social Security Act for the last quarter of fiscal year 1998 for unanticipated costs, incurred for the current fiscal year, such sums as may be necessary.

For making payments to States under title XIX of the Social Security Act for the first quarter of fiscal year 1999, \$27,800,689,000, to remain available until expended.

Payment under title XIX may be made for any quarter with respect to a State plan or plan amendment in effect during such quarter, if submitted in or prior to such quarter and approved in that or any subsequent quarter.

#### PAYMENTS TO HEALTH CARE TRUST FUNDS

For payment to the Federal Hospital Insurance and the Federal Supplementary Medical Insurance Trust Funds, as provided under sections 217(g) and 1844 of the Social Security Act, sections 103(c) and 111(d) of the Social Security Amendments of 1965, section 278(d) of Public Law 97-248, and for administrative expenses incurred pursuant to section 201(g) of the Social Security Act, \$63,581,000,000.

#### PROGRAM MANAGEMENT

For carrying out, except as otherwise provided, titles XI, XVIII, and XIX of the Social Security Act, titles XIII and XXVII of the Public Health Service Act, the Clinical Laboratory Improvement Amendments of 1988, and section 191 of Public Law 104-191, not to exceed \$1,719,241,000 to be transferred from the Federal Hospital Insurance and the Federal Supplementary Medical Insurance Trust Funds, as authorized by section 201(g) of the

Social Security Act; together with all funds collected in accordance with section 353 of the Public Health Service Act, the latter funds to remain available until expended, together with such sums as may be collected from authorized user fees and the sale of data, which shall remain available until expended, and together with administrative fees collected relative to medicare overpayment recovery activities, which shall remain available until expended: *Provided*, That all funds derived in accordance with 31 U.S.C. 9701 from organizations established under title XIII of the Public Health Service Act are to be credited to and available for carrying out the purposes of this appropriation: *Provided further*, That \$900,000 shall be for carrying out section 4021 of Public Law 105-33: *Provided further*, That in carrying out its legislative mandate, the National Bipartisan Commission on the Future of Medicare shall examine the role increased investments in health research can play in reducing future Medicare costs, and the potential for coordinating Medicare with cost-effective long-term care services: *Provided further*, That \$54,100,000 appropriated under this heading for the development of, transition to, and implementation of the Medicare Transaction System shall remain available until expended: *Provided further*, That \$2,000,000 of the amount available for research, demonstration, and evaluation activities shall be available for carrying out demonstration projects on Medicaid coverage of community-based attendant care services for people with disabilities which ensures maximum control by the consumer to select and manage their attendant care services: *Provided further*, That no less than \$50,000,000 appropriated under this heading in fiscal year 1997 shall be obligated in fiscal year 1997 to increase medicare provider audits and implement the Department's corrective action plan to the Chief Financial Officer's audit of the Health Care Financing Administration's oversight of medicare.

#### HEALTH MAINTENANCE ORGANIZATION LOAN AND LOAN GUARANTEE FUND

For carrying out subsections (d) and (e) of section 1308 of the Public Health Service Act, any amounts received by the Secretary in connection with loans and loan guarantees under title XIII of the Public Health Service Act, to be available without fiscal year limitation for the payment of outstanding obligations. During fiscal year 1998, no commitments for direct loans or loan guarantees shall be made.

#### ADMINISTRATION FOR CHILDREN AND FAMILIES

##### FAMILY SUPPORT PAYMENTS TO STATES

For making payments to each State for carrying out the program of Aid to Families with Dependent Children under title IV-A of the Social Security Act before the effective date of the program of Temporary Assistance to Needy Families (TANF) with respect to such State, such sums as may be necessary: *Provided*, That the sum of the amounts available to a State with respect to expenditures under such title IV-A in fiscal year 1997 under this appropriation and under such title IV-A as amended by the Personal Responsibility and Work Opportunity Reconciliation Act of 1996 shall not exceed the limitations under section 116(b) of such Act: *Provided further*, That, notwithstanding section 418(a) of the Social Security Act, for fiscal year 1997 only, the amount of payment under section 418(a)(1) to which each State is entitled shall equal the amount specified as mandatory funds with respect to such State for such fiscal year in the table transmitted by the Administration for Children and Families to State Child Care and Development Block Grant Lead Agencies on August 27,

1996, and the amount of State expenditures in fiscal year 1994 or 1995 (whichever is greater) that equals the non-Federal share for the programs described in section 418(a)(1)(A) shall be deemed to equal the amount specified as maintenance of effort with respect to such State for fiscal year 1997 in such table.

For making, after May 31 of the current fiscal year, payments to States or other non-Federal entities under titles I, IV-D, X, XI, XIV, and XVI of the Social Security Act and the Act of July 5, 1960 (24 U.S.C. ch. 9), for the last three months of the current year for unanticipated costs, incurred for the current fiscal year, such sums as may be necessary.

For making payments to States or other non-Federal entities under titles I, IV-D, X, XI, XIV, and XVI of the Social Security Act and the Act of July 5, 1960 (24 U.S.C. ch. 9), for the first quarter of fiscal year 1999, \$660,000,000, to remain available until expended.

#### LOW INCOME HOME ENERGY ASSISTANCE

For making payments under title XXVI of the Omnibus Budget Reconciliation Act of 1981, \$1,200,000,000, to be available for obligation in the period October 1, 1998 through September 30, 1999.

For making payments under title XXVI of such Act, \$300,000,000: *Provided*, That these funds are hereby designated by Congress to be emergency requirements pursuant to section 251(b)(2)(D) of the Balanced Budget and Emergency Deficit Control Act of 1985: *Provided further*, That these funds shall be made available only after submission to Congress of a formal budget request by the President that includes designation of the entire amount of the request as an emergency requirement as defined in the Balanced Budget and Emergency Deficit Control Act.

#### REFUGEE AND ENTRANT ASSISTANCE

For making payments for refugee and entrant assistance activities authorized by title IV of the Immigration and Nationality Act and section 501 of the Refugee Education Assistance Act of 1980 (Public Law 96-422), \$392,332,000: *Provided*, That funds appropriated pursuant to section 414(a) of the Immigration and Nationality Act under Public Law 104-134 for fiscal year 1996 shall be available for the costs of assistance provided and other activities conducted in such year and in fiscal years 1997 and 1998.

#### CHILD CARE AND DEVELOPMENT BLOCK GRANT

For carrying out sections 658A through 658R of the Omnibus Budget Reconciliation Act of 1981 (The Child Care and Development Block Grant Act of 1990), in addition to amounts already appropriated for fiscal year 1998, \$26,120,000; and to become available on October 1, 1998 and remain available through September 30, 1999, \$1,000,000,000: *Provided*, That of funds appropriated for each of fiscal years 1998 and 1999, \$19,120,000 shall be available for child care resource and referral and school-aged child care activities, of which for fiscal year 1998 \$6,120,000 shall be derived from an amount that shall be transferred from the amount appropriated under section 452(j) of the Social Security Act (42 U.S.C. 652(j)) for fiscal year 1997 and remaining available for expenditure.

#### SOCIAL SERVICES BLOCK GRANT

For making grants to States pursuant to section 2002 of the Social Security Act, \$2,245,000,000: *Provided*, That notwithstanding section 2003(c) of such Act, as amended, the amount specified for allocation under such section for fiscal year 1998 shall be \$2,245,000,000.

#### CHILDREN AND FAMILIES SERVICES PROGRAMS (INCLUDING RESCISSIONS)

For carrying out, except as otherwise provided, the Runaway and Homeless Youth

Act, the Developmental Disabilities Assistance and Bill of Rights Act, the Head Start Act, the Child Abuse Prevention and Treatment Act, (including section 105(a)(2) of the Child Abuse Prevention and Treatment Act), the Native American Programs Act of 1974, title II of Public Law 95-266 (adoption opportunities), the Abandoned Infants Assistance Act of 1988, part B(1) of title IV and sections 413, 429A and 1110 of the Social Security Act; for making payments under the Community Services Block Grant Act; and for necessary administrative expenses to carry out said Acts and titles I, IV, X, XI, XIV, XVI, and XX of the Social Security Act, the Act of July 5, 1960 (24 U.S.C. ch. 9), the Omnibus Budget Reconciliation Act of 1981, title IV of the Immigration and Nationality Act, section 501 of the Refugee Education Assistance Act of 1980, and section 126 and titles IV and V of Public Law 100-485, \$5,611,094,000, of which \$539,432,000 shall be for making payments under the Community Services Block Grant Act: *Provided*, That to the extent Community Services Block Grant funds are distributed as grant funds by a State to an eligible entity as provided under the Act, and have not been expended by such entity, they shall remain with such entity for carryover into the next fiscal year for expenditure by such entity consistent with program purposes: *Provided further*, That notwithstanding any other provision of law, 10 percent of any additional funds for Head Start over the fiscal year 1997 appropriation shall be made available for Early Head Start programs.

In addition, \$93,000,000, to be derived from the Violent Crime Reduction Trust Fund, for carrying out sections 40155, 40211 and 40241 of Public Law 103-322.

Funds appropriated for fiscal year 1998 under section 429A(e), part B of title IV of the Social Security Act shall be reduced by \$6,000,000.

Funds appropriated for fiscal year 1998 under section 413(h)(1) of the Social Security Act shall be reduced by \$15,000,000.

#### FAMILY PRESERVATION AND SUPPORT

For carrying out section 430 of the Social Security Act, \$255,000,000.

#### PAYMENTS TO STATES FOR FOSTER CARE AND ADOPTION ASSISTANCE

For making payments to States or other non-Federal entities, under title IV-E of the Social Security Act, \$3,200,000,000.

For making payments to States or other non-Federal entities, under title IV-E of the Social Security Act, for the first quarter of fiscal year 1999, \$1,157,500,000.

#### ADMINISTRATION ON AGING

##### AGING SERVICES PROGRAMS

For carrying out, to the extent not otherwise provided, the Older Americans Act of 1965, as amended, \$894,074,000: *Provided*, That notwithstanding section 308(b)(1) of such Act, the amounts available to each State for administration of the State plan under title III of such Act shall be reduced not more than 5 percent below the amount that was available to such State for such purpose for fiscal year 1995: *Provided further*, That of the funds appropriated to carry out section 303(a)(1) of such Act, \$4,449,000 shall be available for carrying out section 702(a) of such Act and \$4,732,000 shall be available for carrying out section 702(c) of such Act: *Provided further*, That in considering grant applications for nutrition services for elder Indian recipients, the Assistant Secretary shall provide maximum flexibility to applicants who seek to take into account subsistence, local customs, and other characteristics that are appropriate to the unique cultural, regional, and geographic needs of the American Indian, Alaskan and Hawaiian native communities to be served.

#### OFFICE OF THE SECRETARY

##### GENERAL DEPARTMENTAL MANAGEMENT

For necessary expenses, not otherwise provided, for general departmental management, including hire of six sedans, and for carrying out titles III, XVII, and XX of the Public Health Service Act, the United States-Mexico Border Health Commission Act, and research studies under section 1110 of the Social Security Act, \$174,588,000, together with \$5,851,000, to be transferred and expended as authorized by section 201(g)(1) of the Social Security Act from the Hospital Insurance Trust Fund and the Supplemental Medical Insurance Trust Fund.

##### OFFICE OF INSPECTOR GENERAL

For expenses necessary for the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, as amended, \$31,921,000.

##### OFFICE FOR CIVIL RIGHTS

For expenses necessary for the Office for Civil Rights, \$16,345,000, together with not to exceed \$3,314,000, to be transferred and expended as authorized by section 201(g)(1) of the Social Security Act from the Hospital Insurance Trust Fund and the Supplemental Medical Insurance Trust Fund.

##### POLICY RESEARCH

For carrying out, to the extent not otherwise provided, research studies under section 1110 of the Social Security Act, \$9,500,000.

#### GENERAL PROVISIONS

SEC. 201. Funds appropriated in this title shall be available for not to exceed \$37,000 for official reception and representation expenses when specifically approved by the Secretary.

SEC. 202. The Secretary shall make available through assignment not more than 60 employees of the Public Health Service to assist in child survival activities and to work in AIDS programs through and with funds provided by the Agency for International Development, the United Nations International Children's Emergency Fund or the World Health Organization.

SEC. 203. None of the funds appropriated under this Act may be used to implement section 399L(b) of the Public Health Service Act or section 1503 of the National Institutes of Health Revitalization Act of 1993, Public Law 103-43.

SEC. 204. None of the funds appropriated in this Act for the National Institutes of Health and the Substance Abuse and Mental Health Services Administration shall be used to pay the salary of an individual, through a grant or other extramural mechanism, at a rate in excess of \$125,000 per year.

SEC. 205. None of the funds appropriated in this Act may be expended pursuant to section 241 of the Public Health Service Act, except for funds specifically provided for in this Act, or for other taps and assessments made by any office located in the Department of Health and Human Services, prior to the Secretary's preparation and submission of a report to the Committee on Appropriations of the Senate and of the House detailing the planned uses of such funds.

SEC. 206. None of the funds appropriated in this Act may be obligated or expended for the Federal Council on Aging under the Older Americans Act or the Advisory Board on Child Abuse and Neglect under the Child Abuse Prevention and Treatment Act.

##### (TRANSFER OF FUNDS)

SEC. 207. Not to exceed 1 percent of any discretionary funds (pursuant to the Balanced Budget and Emergency Deficit Control Act, as amended) which are appropriated for the current fiscal year for the Department of Health and Human Services in this Act may be transferred between appropriations, but

no such appropriation shall be increased by more than 3 percent by any such transfer: *Provided*, That the Appropriations Committees of both Houses of Congress are notified at least fifteen days in advance of any transfer.

##### (TRANSFER OF FUNDS)

SEC. 208. The Director of the National Institutes of Health, jointly with the Director of the Office of AIDS Research, may transfer up to 3 percent among institutes, centers, and divisions from the total amounts identified by these two Directors as funding for research pertaining to the human immunodeficiency virus: *Provided*, That the Congress is promptly notified of the transfer.

##### (TRANSFER OF FUNDS)

SEC. 209. Of the amounts made available in this Act for the National Institutes of Health, the amount for research related to the human immunodeficiency virus, as jointly determined by the Director of NIH and the Director of the Office of AIDS Research, shall be made available to the "Office of AIDS Research" account. The Director of the Office of AIDS Research shall transfer from such account amounts necessary to carry out section 2353(d)(3) of the Public Health Service Act.

SEC. 210. Funds appropriated in this Act for the National Institutes of Health may be used to provide transit subsidies in amounts consistent with the transportation subsidy programs authorized under section 629 of Public Law 101-509 to non-FTE bearing positions including trainees, visiting fellows and volunteers.

#### COMPREHENSIVE INDEPENDENT STUDY OF NIH RESEARCH PRIORITY SETTING

SEC. 211. (a) STUDY BY THE INSTITUTE OF MEDICINE.—Not later than 30 days after the date of enactment of this Act, the Secretary of Health and Human Services shall enter into a contract with the Institute of Medicine to conduct a comprehensive study of the policies and process used by the National Institutes of Health to determine funding allocations for biomedical research.

(b) MATTERS TO BE ASSESSED.—The study under subsection (a) shall assess—

(1) the factors or criteria used by the National Institutes of Health to determine funding allocations for disease research;

(2) the process by which research funding decisions are made;

(3) the mechanisms for public input into the priority setting process; and

(4) the impact of statutory directives on research funding decisions.

##### (c) REPORT.—

(1) IN GENERAL.—Not later than 6 months after the date on which the Secretary of Health and Human Services enters into the contract under subsection (a), the Institute of Medicine shall submit a report concerning the study to the Committee on Labor and Human Resources and the Committee on Appropriations of the Senate, and the Committee on Commerce and the Committee on Appropriations of the House of Representatives.

(2) REQUIREMENT.—The report under paragraph (1) shall set forth the findings, conclusions, and recommendations of the Institute of Medicine for improvements in the National Institutes of Health research funding policies and processes and for any necessary congressional action.

(d) FUNDING.—Of the amount appropriated in this title for the National Institutes of Health, \$300,000 shall be made available for the study and report under this section.

#### PARKINSON'S DISEASE RESEARCH.

SEC. 212. (a) SHORT TITLE.—This section may be cited as the "Morris K. Udall Parkinson's Research Act of 1997".

##### (b) FINDING AND PURPOSE.—

(1) FINDING.—Congress finds that to take full advantage of the tremendous potential for finding a cure or effective treatment, the Federal investment in Parkinson's must be expanded, as well as the coordination strengthened among the National Institutes of Health research institutes.

(2) PURPOSE.—It is the purpose of this section to provide for the expansion and coordination of research regarding Parkinson's, and to improve care and assistance for afflicted individuals and their family caregivers.

(c) PARKINSON'S RESEARCH.—Part B of title IV of the Public Health Service Act (42 U.S.C. 284 et seq.) is amended by adding at the end the following:

**"PARKINSON'S DISEASE**

**"SEC. 409B. (a) IN GENERAL.**—The Director of NIH shall establish a program for the conduct and support of research and training with respect to Parkinson's disease (subject to the extent of amounts appropriated under subsection (e)).

**"(b) INTER-INSTITUTE COORDINATION.**—

**"(1) IN GENERAL.**—The Director of NIH shall provide for the coordination of the program established under subsection (a) among all of the national research institutes conducting Parkinson's research.

**"(2) CONFERENCE.**—Coordination under paragraph (1) shall include the convening of a research planning conference not less frequently than once every 2 years. Each such conference shall prepare and submit to the Committee on Appropriations and the Committee on Labor and Human Resources of the Senate and the Committee on Appropriations and the Committee on Commerce of the House of Representatives a report concerning the conference.

**"(c) MORRIS K. UDALL RESEARCH CENTERS.**—

**"(1) IN GENERAL.**—The Director of NIH shall award Core Center Grants to encourage the development of innovative multidisciplinary research and provide training concerning Parkinson's. The Director shall award not more than 10 Core Center Grants and designate each center funded under such grants as a Morris K. Udall Center for Research on Parkinson's Disease.

**"(2) REQUIREMENTS.**—

**"(A) IN GENERAL.**—With respect to Parkinson's, each center assisted under this subsection shall—

**"(i)** use the facilities of a single institution or a consortium of cooperating institutions, and meet such qualifications as may be prescribed by the Director of the NIH; and

**"(ii)** conduct basic and clinical research.

**"(B) DISCRETIONARY REQUIREMENTS.**—With respect to Parkinson's, each center assisted under this subsection may—

**"(i)** conduct training programs for scientists and health professionals;

**"(ii)** conduct programs to provide information and continuing education to health professionals;

**"(iii)** conduct programs for the dissemination of information to the public;

**"(iv)** separately or in collaboration with other centers, establish a nationwide data system derived from patient populations with Parkinson's, and where possible, comparing relevant data involving general populations;

**"(v)** separately or in collaboration with other centers, establish a Parkinson's Disease Information Clearinghouse to facilitate and enhance knowledge and understanding of Parkinson's disease; and

**"(vi)** separately or in collaboration with other centers, establish a national education program that fosters a national focus on Parkinson's and the care of those with Parkinson's.

**"(3) STIPENDS REGARDING TRAINING PROGRAMS.**—A center may use funds provided under paragraph (1) to provide stipends for scientists and health professionals enrolled in training programs under paragraph (2)(B).

**"(4) DURATION OF SUPPORT.**—Support of a center under this subsection may be for a period not exceeding five years. Such period may be extended by the Director of NIH for one or more additional periods of not more than five years if the operations of such center have been reviewed by an appropriate technical and scientific peer review group established by the Director and if such group has recommended to the Director that such period should be extended.

**"(d) MORRIS K. UDALL AWARDS FOR EXCELLENCE IN PARKINSON'S DISEASE RESEARCH.**—The Director of NIH shall establish a grant program to support investigators with a proven record of excellence and innovation in Parkinson's research and who demonstrate potential for significant future breakthroughs in the understanding of the pathogenesis, diagnosis, and treatment of Parkinson's. Grants under this subsection shall be available for a period of not to exceed 5 years.

**"(e) AUTHORIZATION OF APPROPRIATIONS.**—For the purpose of carrying out this section and section 301 and title IV of the Public Health Service Act with respect to direct Parkinson's disease research, there are authorized to be appropriated a total of \$100,000,000 for fiscal year 1998, and such sums as may be necessary for each of the fiscal years 1999 and 2000."

**COMPREHENSIVE FETAL ALCOHOL SYNDROME PREVENTION**

**SEC. 213. (a) SHORT TITLE.**—This section may be cited as the "Comprehensive Fetal Alcohol Syndrome Prevention Act".

**(b) FINDINGS.**—Congress finds that—

**(1)** Fetal Alcohol Syndrome is the leading known cause of mental retardation, and it is 100 percent preventable;

**(2)** each year, up to 12,000 infants are born in the United States with Fetal Alcohol Syndrome, suffering irreversible physical and mental damage;

**(3)** thousands more infants are born each year with Fetal Alcohol Effects, which are lesser, though still serious, alcohol-related birth defects;

**(4)** children of women who use alcohol while pregnant have a significantly higher infant mortality rate (13.3 per 1000) than children of those women who do not use alcohol (8.6 per 1000);

**(5)** Fetal Alcohol Syndrome and Fetal Alcohol Effects are national problems which can impact any child, family, or community, but their threat to American Indians and Alaska Natives is especially alarming;

**(6)** in some American Indian communities, where alcohol dependency rates reach 50 percent and above, the chances of a newborn suffering Fetal Alcohol Syndrome or Fetal Alcohol Effects are up to 30 times greater than national averages;

**(7)** in addition to the immeasurable toll on children and their families, Fetal Alcohol Syndrome and Fetal Alcohol Effects pose extraordinary financial costs to the Nation, including the costs of health care, education, foster care, job training, and general support services for affected individuals;

**(8)** the total cost to the economy of Fetal Alcohol Syndrome was approximately \$2,700,000,000 in 1995, and over a lifetime, health care costs for one Fetal Alcohol Syndrome child are estimated to be at least \$1,400,000;

**(9)** researchers have determined that the possibility of giving birth to a baby with Fetal Alcohol Syndrome or Fetal Alcohol Effects increases in proportion to the amount

and frequency of alcohol consumed by a pregnant woman, and that stopping alcohol consumption at any point in the pregnancy reduces the emotional, physical, and mental consequences of alcohol exposure to the baby; and

**(10)** though approximately 1 out of every 5 pregnant women drink alcohol during their pregnancy, we know of no safe dose of alcohol during pregnancy, or of any safe time to drink during pregnancy, thus, it is in the best interest of the Nation for the Federal Government to take an active role in encouraging all women to abstain from alcohol consumption during pregnancy.

**(c) PURPOSE.**—It is the purpose of this section to establish, within the Department of Health and Human Services, a comprehensive program to help prevent Fetal Alcohol Syndrome and Fetal Alcohol Effects nationwide. Such program shall—

**(1)** coordinate, support, and conduct basic and applied epidemiologic research concerning Fetal Alcohol Syndrome and Fetal Alcohol Effects;

**(2)** coordinate, support, and conduct national, State, and community-based public awareness, prevention, and education programs on Fetal Alcohol Syndrome and Fetal Alcohol Effects; and

**(3)** foster coordination among all Federal agencies that conduct or support Fetal Alcohol Syndrome and Fetal Alcohol Effects research, programs, and surveillance and otherwise meet the general needs of populations actually or potentially impacted by Fetal Alcohol Syndrome and Fetal Alcohol Effects.

**(d) ESTABLISHMENT OF PROGRAM.**—Title III of the Public Health Service Act (42 U.S.C. 241 et seq.) is amended by adding at the end the following:

**"PART O—FETAL ALCOHOL SYNDROME PREVENTION PROGRAM**

**"SEC. 399G. ESTABLISHMENT OF FETAL ALCOHOL SYNDROME PREVENTION PROGRAM.**

**"(a) FETAL ALCOHOL SYNDROME PREVENTION PROGRAM.**—The Secretary shall establish a comprehensive Fetal Alcohol Syndrome and Fetal Alcohol Effects prevention program that shall include—

**"(1)** an education and public awareness program to—

**"(A)** support, conduct, and evaluate the effectiveness of—

**"(i)** training programs concerning the prevention, diagnosis, and treatment of Fetal Alcohol Syndrome and Fetal Alcohol Effects;

**"(ii)** prevention and education programs, including school health education and school-based clinic programs for school-age children, concerning Fetal Alcohol Syndrome and Fetal Alcohol Effects; and

**"(iii)** public and community awareness programs concerning Fetal Alcohol Syndrome and Fetal Alcohol Effects;

**"(B)** provide technical and consultative assistance to States, Indian tribal governments, local governments, scientific and academic institutions, and nonprofit organizations concerning the programs referred to in subparagraph (A); and

**"(C)** award grants to, and enter into cooperative agreements and contracts with, States, Indian tribal governments, local governments, scientific and academic institutions, and nonprofit organizations for the purpose of—

**"(i)** evaluating the effectiveness, with particular emphasis on the cultural competency and age-appropriateness, of programs referred to in subparagraph (A);

**"(ii)** providing training in the prevention, diagnosis, and treatment of Fetal Alcohol Syndrome and Fetal Alcohol Effects;

**"(iii)** educating school-age children, including pregnant and high-risk youth, concerning Fetal Alcohol Syndrome and Fetal

Alcohol Effects, with priority given to programs that are part of a sequential, comprehensive school health education program; and

"(iv) increasing public and community awareness concerning Fetal Alcohol Syndrome and Fetal Alcohol Effects through culturally competent projects, programs, and campaigns, and improving the understanding of the general public and targeted groups concerning the most effective intervention methods to prevent fetal exposure to alcohol;

"(2) an applied epidemiologic research and prevention program to—

"(A) support and conduct research on the causes, mechanisms, diagnostic methods, treatment, and prevention of Fetal Alcohol Syndrome and Fetal Alcohol Effects;

"(B) provide technical and consultative assistance and training to States, Tribal governments, local governments, scientific and academic institutions, and nonprofit organizations engaged in the conduct of—

"(i) Fetal Alcohol Syndrome prevention and early intervention programs; and

"(ii) research relating to the causes, mechanisms, diagnosis methods, treatment, and prevention of Fetal Alcohol Syndrome and Fetal Alcohol Effects; and

"(C) award grants to, and enter into cooperative agreements and contracts with, States, Indian tribal governments, local governments, scientific and academic institutions, and nonprofit organizations for the purpose of—

"(i) conducting innovative demonstration and evaluation projects designed to determine effective strategies, including community-based prevention programs and multicultural education campaigns, for preventing and intervening in fetal exposure to alcohol;

"(ii) improving and coordinating the surveillance and ongoing assessment methods implemented by such entities and the Federal Government with respect to Fetal Alcohol Syndrome and Fetal Alcohol Effects;

"(iii) developing and evaluating effective age-appropriate and culturally competent prevention programs for children, adolescents, and adults identified as being at-risk of becoming chemically dependent on alcohol and associated with or developing Fetal Alcohol Syndrome and Fetal Alcohol Effects; and

"(iv) facilitating coordination and collaboration among Federal, State, local government, Indian tribal, and community-based Fetal Alcohol Syndrome prevention programs;

"(3) a basic research program to support and conduct basic research on services and effective prevention treatments and interventions for pregnant alcohol-dependent women and individuals with Fetal Alcohol Syndrome and Fetal Alcohol Effects;

"(4) a procedure for disseminating the Fetal Alcohol Syndrome and Fetal Alcohol Effects diagnostic criteria developed pursuant to section 705 of the ADAMHA Reorganization Act (42 U.S.C. 485n note) to health care providers, educators, social workers, child welfare workers, and other individuals; and

"(5) the establishment, in accordance with subsection (b), of an inter-agency task force on Fetal Alcohol Syndrome and Fetal Alcohol Effects to foster coordination among all Federal agencies that conduct or support Fetal Alcohol Syndrome and Fetal Alcohol Effects research, programs, and surveillance, and otherwise meet the general needs of populations actually or potentially impacted by Fetal Alcohol Syndrome and Fetal Alcohol Effects.

"(b) INTER-AGENCY TASK FORCE.—

"(1) MEMBERSHIP.—The Task Force established pursuant to paragraph (5) of subsection (a) shall—

"(A) be chaired by the Secretary or a designee of the Secretary; and

"(B) include representatives from all relevant agencies within the Department of Health and Human Services, including the Centers for Disease Control and Prevention, the National Institutes of Health, the Health Resources and Services Administration, the Substance Abuse and Mental Health Services Administration, and any other relevant agencies of the Department of Health and Human Services.

"(2) FUNCTIONS.—The Task Force shall—

"(A) coordinate all relevant programs and research concerning Fetal Alcohol Syndrome and Fetal Alcohol Effects, including programs that—

"(i) target individuals, families, and populations identified as being at risk of acquiring Fetal Alcohol Syndrome and Fetal Alcohol Effects; and

"(ii) provide health, education, treatment, and social services to infants, children, and adults with Fetal Alcohol Syndrome and Fetal Alcohol Effects;

"(B) coordinate its efforts with existing Department of Health and Human Services task forces on substance abuse prevention and maternal and child health; and

"(C) report on a biennial basis to the Secretary and relevant committees of Congress on the current and planned activities of the participating agencies, including a proposal for a Federal Interagency Task Force to include representatives from all relevant agencies and offices within the Department of Health and Human Services, the Department of Agriculture, the Department of Education, the Department of Defense, the Department of the Interior, the Department of Justice, the Department of Veterans Affairs, the Bureau of Alcohol, Tobacco and Firearms, the Federal Trade Commission, and any other relevant Federal agency.

"(c) SCIENTIFIC RESEARCH AND TRAINING.—The Director of the National Institute on Alcohol Abuse and Alcoholism, with the cooperation of members of the interagency task force established under subsection (b), shall establish a collaborative program to provide for the conduct and support of research, training, and dissemination of information to researchers, clinicians, health professionals and the public, with respect to the cause, prevention, diagnosis, and treatment of Fetal Alcohol Syndrome and the related condition known as Fetal Alcohol Effects.

#### "SEC. 399H. ELIGIBILITY.

"To be eligible to receive a grant, or enter into a cooperative agreement or contract under this part, an entity shall—

"(1) be a State, Indian tribal government, local government, scientific or academic institution, or nonprofit organization; and

"(2) prepare and submit to the Secretary an application at such time, in such manner, and containing such information as the Secretary may prescribe, including a description of the activities that the entity intends to carry out using amounts received under this part.

#### "SEC. 399I. AUTHORIZATION OF APPROPRIATIONS.

"There are authorized to be appropriated to carry out this part, such sums as are necessary for each of the fiscal years 1998 through 2002."

SEC. 214. (a) That section 414(a) of the Immigration and Nationality Act (8 U.S.C. 1524(a)) is amended by striking "fiscal year 1995, fiscal year 1996, and fiscal year 1997" and inserting "each of fiscal years 1998 and 1999".

(b) The amendment made by subsection (a) shall take effect October 1, 1997.

SEC. 215. (a) STUDY.—From amounts appropriated under this title, the Secretary should conduct a study on the health effects of perchlorate on humans with particular emphasis on the health risks to vulnerable subpopulations including pregnant women, children, and the elderly.

(b) REPORT.—Not later than 9 months after the date of enactment of this Act, and annually thereafter, the National Institutes of Health should prepare and submit to the Committee on Appropriations of the Senate and the Committee on Appropriations of the House of Representatives, a report concerning the results of the study conducted under subsection (a), including whether further health effects research is necessary.

SEC. 216. Subparagraphs (B) and (C) of section 1143(a)(2) of the Social Security Act (42 U.S.C. 1320b-13(a)(2)(B), (C)) are each amended by striking "employee" and inserting "employer, employee."

SEC. 217. (a) Notwithstanding any other provision of law, the payments described in subsection (b) shall not be considered income or resources in determining eligibility for, or the amount of benefits under, a program or State plan under title XVI or XIX of the Social Security Act.

(b) The payments described in this subsection are payments made by the Secretary of Defense pursuant to section 657 of the National Defense Authorization Act for Fiscal Year 1997 (Public Law 104-201; 110 Stat. 2584).

SEC. 218. (a) STUDY.—Not later than 30 days after the date of enactment of this Act, the Secretary of Health and Human Services, in consultation with the General Accounting Office, shall conduct a comprehensive study concerning efforts to improve organ and tissue procurement at hospitals. Under such study, the Secretary shall survey at least 5 percent of the hospitals who have entered into agreements with an organ procurement organization required under the Public Health Service Act and the hospitals' designated organ procurement organizations to examine—

(1) the differences in protocols for the identification of potential organ and tissue donors;

(2) whether each hospital, and the designated organ procurement organization of the hospital, have a system in place for such identification of donors; and

(3) protocols for outreach to the relatives of potential organ or tissue donors.

(b) REPORT.—Not later than 1 year after the date of enactment of this Act, the Secretary of Health and Human Services shall prepare and submit to the appropriate committees of Congress a report concerning the study conducted under subsection (a), that shall include recommendations on hospital best practices—

(1) that result in the most efficient and comprehensive identification of organ and tissue donors; and

(2) for communicating with the relatives of potential organ and tissue donors.

SEC. 219. (a) FINDINGS.—Congress finds that—

(1) over 53,000 Americans are currently awaiting organ transplants;

(2) in 1996, 3,916 people on the transplant waiting list died because no organs became available for such people;

(3) the number of organ donors has grown slowly over the past several years, even though there is significant unrealized donor potential;

(4) a Gallup survey indicated that 85 percent of the American public supports organ donation, and 69 percent describe themselves as likely to donate their organs upon death;

(5) most potential donors are cared for in hospitals with greater than 350 beds, trauma services, and medical school affiliations;



(6) a recent Harvard study showed that hospitals frequently fail to offer donation services to the families of medically eligible potential organ donors;

(7) staff and administration in large hospitals often are not aware of the current level of donor potential in their institution or the current level of donation effectiveness of the institution;

(8) under titles XVIII and XIX of the Social Security Act (42 U.S.C. 1395 et seq; 1396 et seq.), hospitals that participate in the medicare or medicaid program are required to have in place policies to offer eligible families the option of organ and tissue donation; and

(9) many hospitals have not yet incorporated systematic protocols for offering donation to eligible families in a skilled and sensitive way.

(b) SENSE OF THE SENATE.—It is the sense of the Senate that hospitals that have organ or tissue donor potential take prompt steps to ensure that a skilled and sensitive request for organ or tissue donation is provided to eligible families by—

(1) working with the designated organ procurement organization or other suitable agency to assess donor potential and performance in their institutions;

(2) establishing protocols for organ donation that incorporate best-demonstrated practices;

(3) providing education to hospital staff to ensure adequate skills related to organ and tissue donation;

(4) establishing teams of skilled hospital staff to respond to potential organ donor situations, ensure optimal communication with the patient's surviving family, and achieve smooth coordination of activities with the designated organ procurement organization; and

(5) monitoring organ donation effectiveness through quality assurance mechanisms.

#### PROTECTING VICTIMS OF FAMILY VIOLENCE

SEC. 220. (a) FINDINGS.—Congress finds that—

(1) the intent of Congress in amending part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.) in section 103(a) of the Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (Public Law 104-193; 110 Stat 2112) was to allow States to take into account the effects of the epidemic of domestic violence in establishing their welfare programs, by giving States the flexibility to grant individual, temporary waivers for good cause to victims of domestic violence who meet the criteria set forth in section 402(a)(7)(B) of the Social Security Act (42 U.S.C. 602(a)(7)(B));

(2) the allowance of waivers under such sections was not intended to be limited by other, separate, and independent provisions of part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.);

(3) under section 402(a)(7)(A)(iii) of such Act (42 U.S.C. 602(a)(7)(A)(iii)), requirements under the temporary assistance for needy families program under part A of title IV of such Act may, for good cause, be waived for so long as necessary; and

(4) good cause waivers granted pursuant to section 402(a)(7)(A)(iii) of such Act (42 U.S.C. 602(a)(7)(A)(iii)) are intended to be temporary and directed only at particular program requirements when needed on an individual case-by-case basis, and are intended to facilitate the ability of victims of domestic violence to move forward and meet program requirements when safe and feasible without interference by domestic violence.

(b) CLARIFICATION OF WAIVER PROVISIONS.—

(1) IN GENERAL.—Section 402(a)(7) of the Social Security Act (42 U.S.C. 602(a)(7)) is amended by adding at the end the following:

“(C) NO NUMERICAL LIMITS.—In implementing this paragraph, a State shall not be subject to any numerical limitation in the granting of good cause waivers under subparagraph (A)(iii).

“(D) WAIVERED INDIVIDUALS NOT INCLUDED FOR PURPOSES OF CERTAIN OTHER PROVISIONS OF THIS PART.—Any individual to whom a good cause waiver of compliance with this Act has been granted in accordance with subparagraph (A)(iii) shall not be included for purposes of determining a State's compliance with the participation rate requirements set forth in section 407, for purposes of applying the limitation described in section 408(a)(7)(C)(ii), or for purposes of determining whether to impose a penalty under paragraph (3), (5), or (9) of section 409(a).”.

(2) EFFECTIVE DATE.—The amendment made by paragraph (1) takes effect as if it had been included in the enactment of section 103(a) of the Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (Public Law 104-193; 110 Stat. 2112).

(c) FEDERAL PARENT LOCATOR SERVICE.—

(1) IN GENERAL.—Section 453 of the Social Security Act (42 U.S.C. 653), as amended by section 5534 of the Balanced Budget Act of 1997 (Public Law 105-33; 111 Stat. 627), is amended—

(A) in subsection (b)(2)—

(i) in the matter preceding subparagraph (A), by inserting “or that the health, safety, or liberty of a parent or child would be unreasonably put at risk by the disclosure of such information,” before “provided that”;

(ii) in subparagraph (A), by inserting “, that the health, safety, or liberty of a parent or child would be unreasonably put at risk by the disclosure of such information,” before “and that information”; and

(iii) in subparagraph (B)(i), by striking “be harmful to the parent or the child” and inserting “place the health, safety, or liberty of a parent or child unreasonably at risk”; and

(B) in subsection (c)(2), by inserting “, or to serve as the initiating court in an action to seek and order,” before “against a non-custodial”.

(2) STATE PLAN.—Section 454(26) of the Social Security Act (42 U.S.C. 654), as amended by section 5552 of the Balanced Budget Act of 1997 (Public Law 105-33; 111 Stat. 635), is amended—

(A) in subparagraph (C), by striking “result in physical or emotional harm to the party or the child” and inserting “place the health, safety, or liberty of a parent or child unreasonably at risk”; and

(B) in subparagraph (D), by striking “of domestic violence or child abuse against a party or the child and that the disclosure of such information could be harmful to the party or the child” and inserting “that the health, safety, or liberty of a parent or child would be unreasonably put at risk by the disclosure of such information”; and

(C) in subparagraph (E), by striking “of domestic violence” and all that follows through the semicolon and inserting “that the health, safety, or liberty of a parent or child would be unreasonably put at risk by the disclosure of such information pursuant to section 453(b)(2), the court shall determine whether disclosure to any other person or persons of information received from the Secretary could place the health, safety, or liberty of a parent or child unreasonably at risk (if the court determines that disclosure to any other person could be harmful, the court and its agents shall not make any such disclosure);”.

(3) EFFECTIVE DATE.—The amendments made by this section shall take effect 1 day after the effective date described in section 5557(a) of the Balanced Budget Act of 1997 (Public Law 105-33).

SEC. 221. (a) TRANSFER.—Using \$5,000,000 of the amounts appropriated under this title, the Secretary of Health and Human Services shall carry out activities under subsection (b) to address urgent health threats posed by *E. coli*:0157H7.

(b) USE OF FUNDS.—From amounts transferred under subsection (a) the Secretary of Health and Human Services shall—

(1) provide \$1,000,000 for the development of improved medical treatments for patients infected with *E. coli*:0157H7-related disease (HUS);

(2) provide \$550,000 to fund ongoing research to detect or prevent colonization of *E. coli*:0157H7 in live cattle;

(3) provide, through the existing partnership between the Federal Government, industry, and consumer groups, \$1,000,000 for the National Consumer Education Campaign on Food Safety as part of the activities to address safe food handling practices;

(4) provide \$1,000,000 for a study to determine the feasibility of the use of electronic pasteurization on red meats to eliminate pathogens and to carry out activities to educate the public on the safety of that process; and

(5) provide \$1,000,000 for a contract to be entered into with the National Academy of Sciences to assess the effectiveness of testing to ensure zero tolerance of *E. coli*:0157H7 in raw ground beef products.

This title may be cited as the “Department of Health and Human Services Appropriations Act, 1998”.

#### TITLE III—DEPARTMENT OF EDUCATION EDUCATION REFORM

For carrying out activities authorized by titles III and IV of the Goals 2000: Educate America Act, the School-to-Work Opportunities Act, and sections 3132, 3136, and 3141 of the Elementary and Secondary Education Act of 1965, \$1,271,000,000, of which \$530,000,000 for the Goals 2000: Educate America Act and \$200,000,000 for the School-to-Work Opportunities Act shall become available on July 1, 1998, and remain available through September 30, 1999: *Provided*, That none of the funds appropriated under this heading shall be obligated or expended to carry out section 304(a)(2)(A) of the Goals 2000: Educate America Act, except that no more than \$1,500,000 may be used to carry out activities under section 314(a)(2) of that Act: *Provided further*, That section 315(a)(2) of the Goals 2000 Act shall not apply: *Provided further*, That up to one-half of one percent of the amount available under section 3132 shall be set aside for the outlying areas, to be distributed on the basis of their relative need as determined by the Secretary in accordance with the purposes of the program: *Provided further*, That if any State educational agency does not apply for a grant under section 3132, that State's allotment under section 3131 shall be reserved by the Secretary for grants to local educational agencies in that State that apply directly to the Secretary according to the terms and conditions published by the Secretary in the Federal Register.

#### EDUCATION FOR THE DISADVANTAGED

For carrying out title I of the Elementary and Secondary Education Act of 1965, and section 418A of the Higher Education Act, \$7,807,349,000, of which \$6,488,271,000 shall become available on July 1, 1998, and shall remain available through September 30, 1999, and of which \$1,298,386,000 shall become available on October 1, 1998 and shall remain available through September 30, 1999, for academic year 1998-1999: *Provided*, That \$6,273,712,000 shall be available for basic grants under section 1124: *Provided further*, That up to \$4,000,000 of these funds shall be available to the Secretary on October 1, 1997,

to obtain updated local-educational-agency-level census poverty data from the Bureau of the Census: *Provided further*, That \$1,022,020,000 shall be available for concentration grants under section 1124A, \$6,977,000 shall be available for evaluations under section 1501 and not more than \$7,500,000 shall be reserved for section 1308, of which not more than \$3,000,000 shall be reserved for section 1308(d): *Provided further*, That grant awards under section 1124 and 1124(A) of title I of the Elementary and Secondary Education Act shall be made to each State or local educational agency at no less than 100 percent of the amount such State or local educational agency received under this authority for fiscal year 1997 under Public Laws 104-208 and 105-18: *Provided further*, That in determining State allocations under any other program administered by the Secretary, amounts provided under Public Law 105-18, or equivalent amounts provided for in this bill, will not be taken into account in determining State allocations.

#### IMPACT AID

For carrying out programs of financial assistance to federally affected schools authorized by title VIII of the Elementary and Secondary Education Act of 1965, \$794,500,000, of which \$623,500,000 shall be for basic support payments under section 8003(b), \$80,000,000 shall be for payments for children with disabilities under section 8003(d), \$52,000,000, to remain available until expended, shall be for payments under section 8003(f), \$5,000,000 shall be for construction under section 8007, and \$24,000,000 shall be for Federal property payments under section 8002 and \$10,000,000, to remain available until expended, shall be for facilities maintenance under section 8008.

#### SCHOOL IMPROVEMENT PROGRAMS

For carrying out school improvement activities authorized by titles II, IV-A-1 and 2, V-A and B, VI, IX, X, XII and XIII of the Elementary and Secondary Education Act of 1965; the Stewart B. McKinney Homeless Assistance Act; and the Civil Rights Act of 1964; \$1,482,293,000, of which \$1,206,278,000 shall become available on July 1, 1998, and remain available through September 30, 1999: *Provided*, That of the amount appropriated, \$310,000,000 shall be for Eisenhower professional development State grants under title II-B of the Elementary and Secondary Education Act, \$310,000,000 shall be for innovative education program strategies State grants under title VI-A of said Act and \$750,000 shall be for an evaluation of comprehensive regional assistance centers under title XIII of said Act: *Provided further*, That—

(1) of the amount appropriated under this heading and notwithstanding any other provision of law, the Secretary of Education may award \$1,000,000 to a State educational agency (as defined in section 14101 of the Elementary and Secondary Education Act of 1965 (20 U.S.C. 8801)) to pay for appraisals, resource studies, and other expenses associated with the exchange of State school trust lands within the boundaries of a national monument for Federal lands outside the boundaries of the monument; and

(2) the State educational agency is eligible to receive a grant under paragraph (1) only if the agency serves a State that—

(A) has a national monument declared within the State under the authority of the Act entitled "An Act for the preservation of American antiquities", approved June 8, 1906 (16 U.S.C. 431 et seq.) (commonly known as the Antiquities Act of 1906) that incorporates more than 100,000 acres of State school trust lands within the boundaries of the national monument; and

(B) ranks in the lowest 25 percent of all States when comparing the average per pupil expenditure (as defined in section 14101 of the

Elementary and Secondary Education Act of 1965 (20 U.S.C. 8801)) in the State to the average per pupil expenditure for each State in the United States.

#### INDIAN EDUCATION

For expenses necessary to carry out, to the extent not otherwise provided, title IX, part A of the Elementary and Secondary Education Act of 1965, as amended, and section 215 of the Department of Education Organization Act, \$62,600,000.

#### BILINGUAL AND IMMIGRANT EDUCATION

For carrying out, to the extent not otherwise provided, bilingual, foreign language and immigrant education activities authorized by parts A and C and section 7203 of title VII of the Elementary and Secondary Education Act, without regard to section 7103(b), \$354,000,000: *Provided*, That State educational agencies may use all, or any part of, their part C allocation for competitive grants to local educational agencies: *Provided further*, That the Department of Education should only support instructional programs which ensure that students completely master English in a timely fashion (a period of three to five years) while meeting rigorous achievement standards in the academic content areas.

#### SPECIAL EDUCATION

For carrying out the Individuals with Disabilities Education Act, \$4,958,073,000, of which \$4,713,112,000 shall become available for obligation on July 1, 1998, and shall remain available through September 30, 1999: *Provided*, That \$1,500,000 of the funds provided shall be for section 687(b)(2)(G), and shall remain available until expended.

#### REHABILITATION SERVICES AND DISABILITY RESEARCH

For carrying out, to the extent not otherwise provided, the Rehabilitation Act of 1973, the Technology-Related Assistance for Individuals with Disabilities Act, and the Helen Keller National Center Act, as amended, \$2,591,286,000.

#### SPECIAL INSTITUTIONS FOR PERSONS WITH DISABILITIES

##### AMERICAN PRINTING HOUSE FOR THE BLIND

For carrying out the Act of March 3, 1879, as amended (20 U.S.C. 101 et seq.), \$7,906,000.

##### NATIONAL TECHNICAL INSTITUTE FOR THE DEAF

For the National Technical Institute for the Deaf under titles I and II of the Education of the Deaf Act of 1986 (20 U.S.C. 4301 et seq.), \$44,141,000: *Provided*, That from the amount available, the Institute may at its discretion use funds for the endowment program as authorized under section 207.

##### GALLAUDET UNIVERSITY

For the Kendall Demonstration Elementary School, the Model Secondary School for the Deaf, and the partial support of Gallaudet University under titles I and II of the Education of the Deaf Act of 1986 (20 U.S.C. 4301 et seq.), \$81,000,000: *Provided*, That from the amount available, the University may at its discretion use funds for the endowment program as authorized under section 207.

#### VOCATIONAL AND ADULT EDUCATION

For carrying out, to the extent not otherwise provided, the Carl D. Perkins Vocational and Applied Technology Education Act and the Adult Education Act and the National Literacy Act of 1991, \$1,487,698,000, of which \$1,484,598,000 shall become available on July 1, 1998 and shall remain available through September 30, 1999; and of which \$5,491,000 from amounts available under the Adult Education Act shall be for the National Institute for Literacy under section 384(c) which shall be derived from unobligated Pell Grant funds: *Provided*, That, of the

amounts made available for title II of the Carl D. Perkins Vocational and Applied Technology Education Act, \$13,497,000 shall be used by the Secretary for national programs under title IV, without regard to section 451: *Provided further*, That the Secretary may reserve up to \$4,998,000 under section 313(d) of the Adult Education Act for activities carried out under section 383 of that Act: *Provided further*, That no funds shall be awarded to a State Council under section 112(f) of the Carl D. Perkins Vocational and Applied Technology Education Act, and no State shall be required to operate such a Council.

#### STUDENT FINANCIAL ASSISTANCE

For carrying out subparts 1, 3, and 4 of part A, part C and part E of title IV of the Higher Education Act of 1965, as amended, \$8,556,641,000, which shall remain available through September 30, 1999: *Provided*, That, \$35,000,000 shall be available for State Student Incentive grants derived from unobligated balances: *Provided further*, That \$60,000,000 shall be for education infrastructure authorized under title XII of the Elementary and Secondary Education Act to be derived from unobligated balances.

The maximum Pell Grant for which a student shall be eligible during award year 1998-1999 shall be \$3,000: *Provided*, That notwithstanding section 401(g) of the Act, if the Secretary determines, prior to publication of the payment schedule for such award year, that the amount included within this appropriation for Pell Grant awards in such award year, and any funds available from the fiscal year 1997 appropriation for Pell Grant awards, are insufficient to satisfy fully all such awards for which students are eligible, as calculated under section 401(b) of the Act, the amount paid for each such award shall be reduced by either a fixed or variable percentage, or by a fixed dollar amount, as determined in accordance with a schedule of reductions established by the Secretary for this purpose.

#### FEDERAL FAMILY EDUCATION LOAN PROGRAM ACCOUNT

For Federal administrative expenses to carry out guaranteed student loans authorized by title IV, part B, of the Higher Education Act, as amended, \$46,482,000.

#### HIGHER EDUCATION

For carrying out, to the extent not otherwise provided, parts A and B of title III, without regard to section 360(a)(1)(B)(ii), titles IV, V, VI, VII, and IX, and part A and subpart I of parts B and E of title X and title XI of the Higher Education Act of 1965, as amended, part G of title XV of Public Law 102-325, the Mutual Educational and Cultural Exchange Act of 1961, and Public Law 102-423; \$929,752,000, of which \$13,700,000 for interest subsidies under title VII of the Higher Education Act shall remain available until expended: *Provided*, That funds available for part D of title IX of the Higher Education Act shall be available to fund new and non-competing continuation awards for academic year 1998-1999 for fellowships awarded originally under part C of title IX of said Act, under the terms and conditions of part C.

##### HOWARD UNIVERSITY

For partial support of Howard University (20 U.S.C. 121 et seq.), \$198,000,000: *Provided*, That not less than \$3,530,000, shall be for a matching endowment grant pursuant to the Howard University Endowment Act (Public Law 98-480) and shall remain available until expended.

#### COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM

For Federal administrative expenses to carry out activities related to facility loans

entered into under title VII, part C and section 702 of the Higher Education Act, as amended, \$698,000.

#### HISTORICALLY BLACK COLLEGE AND UNIVERSITY CAPITAL FINANCING, PROGRAM ACCOUNT

The total amount of bonds insured pursuant to section 724 of title VII, part B of the Higher Education Act shall not exceed \$357,000,000, and the cost, as defined in section 502 of the Congressional Budget Act of 1974, of such bonds shall not exceed zero.

For administrative expenses to carry out the Historically Black College and University Capital Financing Program entered into pursuant to title VII, part B of the Higher Education Act, as amended, \$104,000.

#### EDUCATION RESEARCH, STATISTICS, AND IMPROVEMENT

For carrying out activities authorized by the Educational Research, Development, Dissemination, and Improvement Act of 1994, including part E; the National Education Statistics Act of 1994; section 2102 of title II, and parts B, C, and D of title III, and parts A, B, I, and K and section 10601 of title X, and part C of title XIII of the Elementary and Secondary Education Act of 1965, as amended, and title VI of Public Law 103-227, \$362,225,000.

#### CHILD LITERACY INITIATIVE

For carrying out a child literacy initiative, \$260,000,000, which shall become available on October 1, 1998 and shall remain available through September 30, 1999 only if specifically authorized by subsequent legislation enacted by April 1, 1998.

#### INSTITUTE OF MUSEUM AND LIBRARY SERVICES

For carrying out subtitle B of the Museum and Library Services Act, \$146,369,000, of which \$15,455,000 shall be for national leadership grants, notwithstanding section 221(a)(1)(B).

#### DEPARTMENTAL MANAGEMENT PROGRAM ADMINISTRATION

For carrying out, to the extent not otherwise provided, the Department of Education Organization Act, including rental of conference rooms in the District of Columbia and hire of two passenger motor vehicles, \$340,064,000: *Provided*, That \$1,100,000 shall be used for the Millennium 2000 project.

#### OFFICE FOR CIVIL RIGHTS

For expenses necessary for the Office for Civil Rights, as authorized by section 203 of the Department of Education Organization Act, \$57,522,000.

#### OFFICE OF THE INSPECTOR GENERAL

For expenses necessary for the Office of the Inspector General, as authorized by section 212 of the Department of Education Organization Act, \$32,000,000.

#### GENERAL PROVISIONS

SEC. 301. No funds appropriated in this Act may be used for the transportation of students or teachers (or for the purchase of equipment for such transportation) in order to overcome racial imbalance in any school or school system, or for the transportation of students or teachers (or for the purchase of equipment for such transportation) in order to carry out a plan of racial desegregation of any school or school system.

SEC. 302. None of the funds contained in this Act shall be used to require, directly or indirectly, the transportation of any student to a school other than the school which is nearest the student's home, except for a student requiring special education, to the school offering such special education, in order to comply with title VI of the Civil Rights Act of 1964. For the purpose of this section an indirect requirement of transportation of students includes the transportation of students to carry out a plan involv-

ing the reorganization of the grade structure of schools, the pairing of schools, or the clustering of schools, or any combination of grade restructuring, pairing or clustering. The prohibition described in this section does not include the establishment of magnet schools.

SEC. 303. No funds appropriated under this Act may be used to prevent the implementation of programs of voluntary prayer and meditation in the public schools.

#### (TRANSFER OF FUNDS)

SEC. 304. Not to exceed 1 percent of any discretionary funds (pursuant to the Balanced Budget and Emergency Deficit Control Act, as amended) which are appropriated for the Department of Education may be transferred between appropriations, but no such appropriation shall be increased by more than 3 percent by any such transfer: *Provided*, That the Appropriations Committees of both Houses of Congress are notified at least fifteen days in advance of any transfer.

SEC. 305. Of the funds made available under this title, the Secretary of Education shall establish a program to provide training and technical assistance to State educational agencies and local educational agencies (as defined in section 14101 of the Elementary and Secondary Education Act of 1965 (20 U.S.C. 8801) in developing, establishing, and implementing procedures and programs designed to protect victims of and witnesses to incidents of elementary school and secondary school violence, including procedures and programs designed to protect witnesses testifying in school disciplinary proceedings.

SEC. 306. Of the funds made available under this title, \$450,000 shall be awarded by the Secretary of Education for grants for the establishment, operation, and evaluation of pilot student safety toll-free hotlines to provide elementary school and secondary school students with confidential assistance regarding school crime, violence, drug dealing, and threats to the personal safety of the students.

SEC. 307. The Secretary of Education shall annually provide to the Committee on Labor and Human Resources and the Committee on Appropriations of the Senate and the Committee on Education and the Workforce and the Committee on Appropriations of the House of Representatives a certification that not less than 95 percent of the amount appropriated for a fiscal year for the activities of the Department of Education is being used directly for teachers and students. If the Secretary determines that less than 95 percent of such amount appropriated for a fiscal year is being used directly for teachers and students, the Secretary shall certify the percentage of such amount that is being directly used for teachers and students.

SEC. 308. (a) The Secretary of Education shall conduct a study that examines—

(1) the economic, educational, and societal costs of—

(A) the increase in enrollments of secondary school students during the period 1998 through 2008;

(B) the creation of smaller class sizes for students enrolled in grades 1 through 3; and

(C) the increase in enrollments described in subparagraph (A) in relation to the creation of smaller class sizes described in subparagraph (B); and

(2) the costs to States and local school districts for taking no action with respect to such increase in enrollments and smaller class sizes.

(b) The Secretary of Education shall report to Congress within 9 months of the date of enactment of this Act regarding the results of the study conducted under subsection (a). Such report shall include recommendations regarding what local school districts, States

and the Federal Government can do to address the issue of the increase in enrollments of secondary school students and the need for smaller class sizes in grades 1 through 3.

SEC. 309. (a) The Senate finds that—

(1) Federal Pell Grants are a crucial source of college aid for low- and middle-income students;

(2) in addition to the increase in the maximum Federal Pell Grant from \$2,700 to \$3,000, which will increase aid to more than 3,600,000 low- and middle-income students, our Nation should provide additional funds to help more than 250,000 independent and dependent students obtain crucial aid in order to help the students obtain the education, training, or retraining the students need to obtain good jobs;

(3) our Nation needs to help children learn to read well in fiscal year 1998, as 40 percent of the Nation's young children cannot read at the basic level; and

(4) the Bipartisan Budget Agreement includes a total funding level for fiscal year 1998 of \$7,600,000,000 for Federal Pell Grants, and of \$260,000,000 for a child literacy initiative.

(b) It is the sense of the Senate that prompt action should be taken by the authorizing committees to—

(1) make the change in the needs analysis for Federal Pell Grants for independent and for dependent students; and

(2) enact legislation and authorize the funds needed to cover the cost of the changes for a \$260,000,000 child literacy initiative.

(c) It is the sense of the Senate that the maximum level possible of fiscal year 1998 funding should be achieved in the appropriations conference committee.

This title may be cited as the "Department of Education Appropriations Act, 1998".

#### TITLE IV—RELATED AGENCIES

##### ARMED FORCES RETIREMENT HOME

For expenses necessary for the Armed Forces Retirement Home to operate and maintain the United States Soldiers' and Airmen's Home and the United States Naval Home, to be paid from funds available in the Armed Forces Retirement Home Trust Fund, \$65,452,000, of which \$10,000,000 shall remain available until expended for construction and renovation of the physical plants at the United States Soldiers' and Airmen's Home and the United States Naval Home.

##### CORPORATION FOR NATIONAL AND COMMUNITY SERVICE

##### DOMESTIC VOLUNTEER SERVICE PROGRAMS, OPERATING EXPENSES

For expenses necessary for the Corporation for National and Community Service to carry out the provisions of the Domestic Volunteer Service Act of 1973, as amended, \$232,604,000.

##### CORPORATION FOR PUBLIC BROADCASTING

For payment to the Corporation for Public Broadcasting, as authorized by the Communications Act of 1934, an amount which shall be available within limitations specified by that Act, for the fiscal year 2000, \$300,000,000: *Provided*, That no funds made available to the Corporation for Public Broadcasting by this Act shall be used to pay for receptions, parties, or similar forms of entertainment for Government officials or employees: *Provided further*, That none of the funds contained in this paragraph shall be available or used to aid or support any program or activity from which any person is excluded, or is denied benefits, or is discriminated against, on the basis of race, color, national origin, religion, or sex.

##### FEDERAL MEDIATION AND CONCILIATION SERVICE

##### SALARIES AND EXPENSES

For expenses necessary for the Federal Mediation and Conciliation Service to carry out

the functions vested in it by the Labor Management Relations Act, 1947 (29 U.S.C. 171-180, 182-183), including hire of passenger motor vehicles; and for expenses necessary for the Labor-Management Cooperation Act of 1978 (29 U.S.C. 175a); and for expenses necessary for the Service to carry out the functions vested in it by the Civil Service Reform Act, Public Law 95-454 (5 U.S.C. chapter 71), \$33,481,000, including \$1,500,000, to remain available through September 30, 1999, for activities authorized by the Labor-Management Cooperation Act of 1978 (29 U.S.C. 175a): *Provided*, That notwithstanding 31 U.S.C. 3302, fees charged, up to full-cost recovery, for special training activities and for arbitration services shall be credited to and merged with this account, and shall remain available until expended: *Provided further*, That fees for arbitration services shall be available only for education, training, and professional development of the agency workforce: *Provided further*, That the Director of the Service is authorized to accept on behalf of the United States gifts of services and real, personal, or other property in the aid of any projects or functions within the Director's jurisdiction.

FEDERAL MINE SAFETY AND HEALTH REVIEW  
COMMISSION

SALARIES AND EXPENSES

For expenses necessary for the Federal Mine Safety and Health Review Commission (30 U.S.C. 801 et seq.), \$6,060,000.

NATIONAL COMMISSION ON LIBRARIES AND  
INFORMATION SCIENCE

SALARIES AND EXPENSES

For necessary expenses for the National Commission on Libraries and Information Science, established by the Act of July 20, 1970 (Public Law 91-345, as amended by Public Law 102-95), \$1,000,000.

NATIONAL COUNCIL ON DISABILITY

SALARIES AND EXPENSES

For expenses necessary for the National Council on Disability as authorized by title IV of the Rehabilitation Act of 1973, as amended, \$1,793,000.

NATIONAL EDUCATION GOALS PANEL

For expenses necessary for the National Education Goals Panel, as authorized by title II, part A of the Goals 2000: Educate America Act, \$2,000,000.

NATIONAL LABOR RELATIONS BOARD

SALARIES AND EXPENSES

For expenses necessary for the National Labor Relations Board to carry out the functions vested in it by the Labor-Management Relations Act, 1947, as amended (29 U.S.C. 141-167), and other laws, \$174,661,000: *Provided*, That no part of this appropriation shall be available to organize or assist in organizing agricultural laborers or used in connection with investigations, hearings, directives, or orders concerning bargaining units composed of agricultural laborers as referred to in section 2(3) of the Act of July 5, 1935 (29 U.S.C. 152), and as amended by the Labor-Management Relations Act, 1947, as amended, and as defined in section 3(f) of the Act of June 25, 1938 (29 U.S.C. 203), and including in said definition employees engaged in the maintenance and operation of ditches, canals, reservoirs, and waterways when maintained or operated on a mutual, nonprofit basis and at least 95 per centum of the water stored or supplied thereby is used for farming purposes: *Provided further*, That none of the funds made available by this Act shall be used in any way to promulgate a final rule (altering 29 CFR part 103) regarding single location bargaining units in representation cases.

NATIONAL MEDIATION BOARD

SALARIES AND EXPENSES

For expenses necessary to carry out the provisions of the Railway Labor Act, as amended (45 U.S.C. 151-188), including emergency boards appointed by the President, \$8,600,000: *Provided*, That unobligated balances at the end of fiscal year 1998 not needed for emergency boards shall remain available for other statutory purposes through September 30, 1999.

OCCUPATIONAL SAFETY AND HEALTH REVIEW  
COMMISSION

SALARIES AND EXPENSES

For expenses necessary for the Occupational Safety and Health Review Commission (29 U.S.C. 661), \$7,800,000.

PHYSICIAN PAYMENT REVIEW COMMISSION

SALARIES AND EXPENSES

For expenses necessary to carry out section 1845(a) of the Social Security Act, \$3,508,000, to be transferred to this appropriation from the Federal Supplementary Medical Insurance Trust Fund.

PROSPECTIVE PAYMENT ASSESSMENT  
COMMISSION

SALARIES AND EXPENSES

For expenses necessary to carry out section 1886(e) of the Social Security Act, \$3,507,000, to be transferred to this appropriation from the Federal Hospital Insurance and the Federal Supplementary Medical Insurance Trust Funds.

RAILROAD RETIREMENT BOARD

DUAL BENEFITS PAYMENTS ACCOUNT

For payment to the Dual Benefits Payments Account, authorized under section 15(d) of the Railroad Retirement Act of 1974, \$205,500,000, which shall include amounts becoming available in fiscal year 1998 pursuant to section 224(c)(1)(B) of Public Law 98-76; and in addition, an amount, not to exceed 2 percent of the amount provided herein, shall be available proportional to the amount by which the product of recipients and the average benefit received exceeds \$205,500,000: *Provided*, That the total amount provided herein shall be credited in 12 approximately equal amounts on the first day of each month in the fiscal year.

FEDERAL PAYMENTS TO THE RAILROAD  
RETIREMENT ACCOUNTS

For payment to the accounts established in the Treasury for the payment of benefits under the Railroad Retirement Act for interest earned on unnegotiated checks, \$50,000, to remain available through September 30, 1999, which shall be the maximum amount available for payment pursuant to section 417 of Public Law 98-76.

LIMITATION ON ADMINISTRATION

For necessary expenses for the Railroad Retirement Board for administration of the Railroad Retirement Act and the Railroad Unemployment Insurance Act, \$87,728,000, to be derived in such amounts as determined by the Board from the railroad retirement accounts and from moneys credited to the railroad unemployment insurance administration fund.

LIMITATION ON THE OFFICE OF INSPECTOR  
GENERAL

For expenses necessary for the Office of Inspector General for audit, investigatory and review activities, as authorized by the Inspector General Act of 1978, as amended, not more than \$5,394,000, to be derived from the railroad retirement accounts and railroad unemployment insurance account.

SOCIAL SECURITY ADMINISTRATION

PAYMENTS TO SOCIAL SECURITY TRUST FUNDS

For payment to the Federal Old-Age and Survivors Insurance and the Federal Disabil-

ity Insurance trust funds, as provided under sections 201(m), 228(g), and 131(b)(2) of the Social Security Act, \$20,308,000.

SPECIAL BENEFITS FOR DISABLED COAL MINERS

For carrying out title IV of the Federal Mine Safety and Health Act of 1977, \$426,090,000, to remain available until expended.

For making, after July 31 of the current fiscal year, benefit payments to individuals under title IV of the Federal Mine Safety and Health Act of 1977, for costs incurred in the current fiscal year, such amounts as may be necessary.

For making benefit payments under title IV of the Federal Mine Safety and Health Act 1977 for the first quarter of fiscal year 1999, \$160,000,000, to remain available until expended.

SUPPLEMENTAL SECURITY INCOME PROGRAM

For carrying out titles XI and XVI of the Social Security Act, section 401 of Public Law 92-603, section 212 of Public Law 93-66, as amended, and section 405 of Public Law 95-216, including payment to the Social Security trust funds for administrative expenses incurred pursuant to section 201(g)(1) of the Social Security Act, \$16,162,525,000, to remain available until expended: *Provided*, That any portion of the funds provided to a State in the current fiscal year and not obligated by the State during that year shall be returned to the Treasury: *Provided further*, That not less than \$2,225,000 shall be available for conducting a disability return to work demonstration initiative, which focuses on providing persons who have lost limbs with an integrated program of prosthetic and rehabilitative care and job placement assistance.

From funds provided under the previous paragraph, not less than \$100,000,000 shall be available for payment to the Social Security trust funds for administrative expenses for conducting continuing disability reviews.

In addition, \$175,000,000, to remain available until September 30, 1999, for payment to the Social Security trust funds for administrative expenses for continuing disability reviews as authorized by section 103 of Public Law 104-121 and Supplemental Security Income administrative work as authorized by Public Law 104-193. The term "continuing disability reviews" means reviews and redeterminations as defined under section 201(g)(1)(A) of the Social Security Act, as amended, and reviews and redeterminations authorized under section 211 of Public Law 104-193.

For making, after June 15 of the current fiscal year, benefit payments to individuals under title XVI of the Social Security Act, for unanticipated costs incurred for the current fiscal year, such sums as may be necessary.

For making benefit payments under title XVI of the Social Security Act for the first quarter of fiscal year 1999, \$8,680,000,000, to remain available until expended.

LIMITATION ON ADMINISTRATIVE EXPENSES

For necessary expenses, including the hire of two passenger motor vehicles, and not to exceed \$10,000 for official reception and representation expenses, not more than \$5,937,708,000 may be expended, as authorized by section 201(g)(1) of the Social Security Act, from any one or all of the trust funds referred to therein: *Provided*, That not less than \$1,268,000 shall be for the Social Security Advisory Board: *Provided further*, That unobligated balances at the end of fiscal year 1998 not needed for fiscal year 1998 shall remain available until expended for a state-of-the-art computing network, including related equipment and non-payroll administrative expenses associated solely with this network.

From funds provided under the previous paragraph, not less than \$200,000,000 shall be available for conducting continuing disability reviews.

In addition to funding already available under this heading, and subject to the same terms and conditions, \$290,000,000, to remain available until September 30, 1999, for continuing disability reviews as authorized by section 103 of Public Law 104-121, section 10203 of Public Law 105-33 and Supplemental Security Income administrative work as authorized by Public Law 104-193. The term "continuing disability reviews" means reviews and redeterminations as defined under section 201(g)(1)(A) of the Social Security Act as amended, and reviews and redeterminations authorized under section 211 of Public Law 104-193.

In addition to funding already available under this heading, and subject to the same terms and conditions, \$200,000,000, which shall remain available until expended, to invest in a state-of-the-art computing network, including related equipment and non-payroll administrative expenses associated solely with this network, for the Social Security Administration and the State Disability Determination Services, may be expended from any or all of the trust funds as authorized by section 201(g)(1) of the Social Security Act.

In addition, \$35,000,000 to be derived from administration fees in excess of \$5.00 per supplementary payment collected pursuant to section 1616(d) of the Social Security Act or section 212(b)(3) of Public Law 93-66, which shall remain available until expended. To the extent that the amounts collected pursuant to such section 1616(d) or 212(b)(3) in fiscal year 1998 exceed \$35,000,000, the amounts shall be available in fiscal year 1999 only to the extent provided in advance in appropriations Acts.

#### OFFICE OF INSPECTOR GENERAL (INCLUDING TRANSFER OF FUNDS)

For expenses necessary for the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, as amended, \$6,265,000, together with not to exceed \$31,089,000, to be transferred and expended as authorized by section 201(g)(1) of the Social Security Act from the Federal Old-Age and Survivors Insurance Trust Fund and the Federal Disability Insurance Trust Fund.

In addition, an amount not to exceed 3 percent of the total provided in this appropriation may be transferred from the "Limitation on Administrative Expenses", Social Security Administration, to be merged with this account, to be available for the time and purposes for which this account is available: Provided, That notice of such transfers shall be transmitted promptly to the Committees on Appropriations of the House and Senate.

#### UNITED STATES INSTITUTE OF PEACE OPERATING EXPENSES

For necessary expenses of the United States Institute of Peace as authorized in the United States Institute of Peace Act, \$11,160,000.

#### TITLE V—GENERAL PROVISIONS

SEC. 501. The Secretaries of Labor, Health and Human Services, and Education are authorized to transfer unexpended balances of prior appropriations to accounts corresponding to current appropriations provided in this Act: *Provided*, That such transferred balances are used for the same purpose, and for the same periods of time, for which they were originally appropriated.

SEC. 502. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.

SEC. 503. (a) No part of any appropriation contained in this Act shall be used, other than for normal and recognized executive-legislative relationships, for publicity or propaganda purposes, for the preparation, distribution, or use of any kit, pamphlet, booklet, publication, radio, television, or video presentation designed to support or defeat legislation pending before the Congress or any State legislature, except in presentation to the Congress or any State legislature itself.

(b) No part of any appropriation contained in this Act shall be used to pay the salary or expenses of any grant or contract recipient, or agent acting for such recipient, related to any activity designed to influence legislation or appropriations pending before the Congress or any State legislature.

SEC. 504. The Secretaries of Labor and Education are each authorized to make available not to exceed \$15,000 from funds available for salaries and expenses under titles I and III, respectively, for official reception and representation expenses; the Director of the Federal Mediation and Conciliation Service is authorized to make available for official reception and representation expenses not to exceed \$2,500 from the funds available for "Salaries and expenses, Federal Mediation and Conciliation Service"; and the Chairman of the National Mediation Board is authorized to make available for official reception and representation expenses not to exceed \$2,500 from funds available for "Salaries and expenses, National Mediation Board".

SEC. 505. Notwithstanding any other provision of this Act, no funds appropriated under this Act shall be used to carry out any program of distributing sterile needles for the hypodermic injection of any illegal drug unless the Secretary of Health and Human Services determines that such programs are effective in preventing the spread of HIV and do not encourage the use of illegal drugs.

SEC. 506. (a) Purchase of American-Made Equipment and Products.—It is the sense of the Congress that, to the greatest extent practicable, all equipment and products purchased with funds made available in this Act should be American-made.

(b) NOTICE REQUIREMENT.—In providing financial assistance to, or entering into any contract with, any entity using funds made available in this Act, the head of each Federal agency, to the greatest extent practicable, shall provide to such entity a notice describing the statement made in subsection (a) by the Congress.

(c) PROHIBITION OF CONTRACTS WITH PERSONS FALSELY LABELING PRODUCTS AS MADE IN AMERICA.—If it has been finally determined by a court or Federal agency that any person intentionally affixed a label bearing a "Made in America" inscription, or any inscription with the same meaning, to any product sold in or shipped to the United States that is not made in the United States, the person shall be ineligible to receive any contract or subcontract made with funds made available in this Act, pursuant to the debarment, suspension, and ineligibility procedures described in sections 9.400 through 9.409 of title 48, Code of Federal Regulations.

SEC. 507. When issuing statements, press releases, requests for proposals, bid solicitations and other documents describing projects or programs funded in whole or in part with Federal money, all grantees receiving Federal funds included in this Act, including but not limited to State and local governments and recipients of Federal research grants, shall clearly state (1) the percentage of the total costs of the program or project which will be financed with Federal money, (2) the dollar amount of Federal funds for the project or program, and (3) percentage and dollar amount of the total costs

of the project or program that will be financed by nongovernmental sources.

SEC. 508. (a) None of the funds appropriated under this Act shall be expended for any abortion.

(b) None of the funds appropriated under this Act shall be expended for health benefits coverage that includes coverage of abortion.

(c) The term "health benefits coverage" means the package of services covered by a managed care provider or organization pursuant to a contract or other arrangement.

SEC. 509. (a) The limitations established in the preceding section shall not apply to an abortion—

(1) if the pregnancy is the result of an act of rape or incest; or

(2) in the case where a woman suffers from a physical disorder, physical injury, or physical illness, including a life-endangering physical condition caused by or arising from the pregnancy itself, that would, as certified by a physician, place the woman in danger of death unless an abortion is performed.

(b) Nothing in the preceding section shall be construed as prohibiting the expenditure by a State, locality, entity, or private person of State, local, or private funds (other than a State's or locality's contribution of Medicaid matching funds) for abortion services or coverage of abortion by contract or other arrangement.

(c) Nothing in the preceding section shall be construed as restricting the ability of any managed care provider or organization from offering abortion coverage or the ability of a State or locality to contract separately with such a provider for such coverage with State funds (other than a State's or locality's contribution of Medicaid matching funds).

SEC. 510. Notwithstanding any other provision of law—

(1) no amount may be transferred from an appropriation account for the Departments of Labor, Health and Human Services, and Education except as authorized in this or any subsequent appropriation Act, or in the Act establishing the program or activity for which funds are contained in this Act;

(2) no department, agency, or other entity, other than the one responsible for administering the program or activity for which an appropriation is made in this Act, may exercise authority for the timing of the obligation and expenditure of such appropriation, or for the purpose for which it is obligated and expended, except to the extent and in the manner otherwise provided in sections 1512 and 1513 of title 31, United States Code; and

(3) no funds provided under this Act shall be available for the salary (or any part thereof) of an employee who is reassigned on a temporary detail basis to another position in the employing agency or department or in any other agency or department, unless the detail is independently approved by the head of the employing department or agency.

SEC. 511. None of the funds made available in this Act may be used to enforce the requirements of section 428(b)(1)(U)(iii) of the Higher Education Act of 1965 with respect to any lender when it is made known to the Federal official having authority to obligate or expend such funds that the lender has a loan portfolio under part B of title IV of such Act that is equal to or less than \$5,000,000.

SEC. 512. (a) None of the funds made available in this Act may be used for—

(1) the creation of a human embryo or embryos for research purposes; or

(2) research in which a human embryo or embryos are destroyed, discarded, or knowingly subjected to risk of injury or death greater than that allowed for research on fetuses in utero under 45 CFR 46.208(a)(2) and section 498(b) of the Public Health Service Act (42 U.S.C. 289g(b)).

(b) For purposes of this section, the term "human embryo or embryos" include any organism, not protected as a human subject under 45 CFR 46 as of the date of the enactment of this Act, that is derived by fertilization, parthenogenesis, cloning, or any other means from one or more human gametes or human diploid cells.

SEC. 513. (a) LIMITATION ON USE OF FUNDS FOR PROMOTION OF LEGALIZATION OF CONTROLLED SUBSTANCES.—None of the funds made available in this Act may be used for any activity when it is made known to the Federal official having authority to obligate or expend such funds that the activity promotes the legalization of any drug or other substance included in schedule I of the schedules of controlled substances established by section 202 of the Controlled Substances Act (21 U.S.C. 812).

(b) EXCEPTIONS.—The limitation in subsection (a) shall not apply when it is made known to the Federal official having authority to obligate or expend such funds that there is significant medical evidence of a therapeutic advantage to the use of such drug or other substance or that Federally-sponsored clinical trials are being conducted to determine therapeutic advantage.

SEC. 514. None of the funds made available in this Act may be obligated or expended to enter into or renew a contract with an entity when it is made known to the Federal official having authority to obligate or expend such funds that—

(1) such entity is otherwise a contractor with the United States and is subject to the requirement in section 4212(d) of title 38, United States Code, regarding submission of an annual report to the Secretary of Labor concerning employment of certain veterans; and

(2) such entity has not submitted a report as required by that section for the most recent year for which such requirement was applicable to such entity.

SEC. 515. (a) FEES FOR FEDERAL ADMINISTRATION OF STATE SUPPLEMENTARY SSI PAYMENTS.—

(1) OPTIONAL STATE SUPPLEMENTARY PAYMENTS.—

(A) IN GENERAL.—Section 1616(d)(2)(B) of the Social Security Act (42 U.S.C. 1382e(d)(2)(B)) is amended—

(i) by striking "and" at the end of clause (iii); and

(ii) by striking clause (iv) and inserting the following:

"(iv) for fiscal year 1997, \$5.00;

"(v) for fiscal year 1998, \$6.20;

"(vi) for fiscal year 1999, \$7.60;

"(vii) for fiscal year 2000, \$7.80;

"(viii) for fiscal year 2001, \$8.10;

"(ix) for fiscal year 2002, \$8.50; and

"(x) for fiscal year 2003 and each succeeding fiscal year—

"(I) the applicable rate in the preceding fiscal year, increased by the percentage, if any, by which the Consumer Price Index for the month of June of the calendar year of the increase exceeds the Consumer Price Index for the month of June of the calendar year preceding the calendar year of the increase, and rounded to the nearest whole cent; or

"(II) such different rate as the Commissioner determines is appropriate for the State."

(B) CONFORMING AMENDMENT.—Section 1616(d)(2)(C) of such Act (42 U.S.C. 1382e(d)(2)(C)) is amended by striking "(B)(iv)" and inserting "(B)(x)(II)".

(2) MANDATORY STATE SUPPLEMENTARY PAYMENTS.—

(A) IN GENERAL.—Section 212(b)(3)(B)(ii) of Public Law 93-66 (42 U.S.C. 1382 note) is amended—

(i) by striking "and" at the end of subclause (III); and

(ii) by striking subclause (IV) and inserting the following:

"(IV) for fiscal year 1997, \$5.00;

"(V) for fiscal year 1998, \$6.20;

"(VI) for fiscal year 1999, \$7.60;

"(VII) for fiscal year 2000, \$7.80;

"(VIII) for fiscal year 2001, \$8.10;

"(IX) for fiscal year 2002, \$8.50; and

"(X) for fiscal year 2003 and each succeeding fiscal year—

"(aa) the applicable rate in the preceding fiscal year, increased by the percentage, if any, by which the Consumer Price Index for the month of June of the calendar year of the increase exceeds the Consumer Price Index for the month of June of the calendar year preceding the calendar year of the increase, and rounded to the nearest whole cent; or

"(bb) such different rate as the Commissioner determines is appropriate for the State."

(B) CONFORMING AMENDMENT.—Section 212(b)(3)(B)(iii) of such Act (42 U.S.C. 1382 note) is amended by striking "(ii)(IV)" and inserting "(ii)(X)(bb)".

(b) USE OF NEW FEES TO DEFRAY THE SOCIAL SECURITY ADMINISTRATION'S ADMINISTRATIVE EXPENSES.—

(1) CREDIT TO SPECIAL FUND FOR FISCAL YEAR 1998 AND SUBSEQUENT YEARS.—

(A) OPTIONAL STATE SUPPLEMENTARY PAYMENT FEES.—Section 1616(d)(4) of the Social Security Act (42 U.S.C. 1382e(d)(4)) is amended to read as follows:

"(4)(A) The first \$5 of each administration fee assessed pursuant to paragraph (2), upon collection, shall be deposited in the general fund of the Treasury of the United States as miscellaneous receipts.

"(B) That portion of each administration fee in excess of \$5, and 100 percent of each additional services fee charged pursuant to paragraph (3), upon collection for fiscal year 1998 and each subsequent fiscal year, shall be credited to a special fund established in the Treasury of the United States for State supplementary payment fees. The amounts so credited, to the extent and in the amounts provided in advance in appropriations Acts, shall be available to defray expenses incurred in carrying out this title and related laws."

(B) MANDATORY STATE SUPPLEMENTARY PAYMENT FEES.—Section 212(b)(3)(D) of Public Law 93-66 (42 U.S.C. 1382 note) is amended to read as follows:

"(D)(i) The first \$5 of each administration fee assessed pursuant to subparagraph (B), upon collection, shall be deposited in the general fund of the Treasury of the United States as miscellaneous receipts.

"(ii) The portion of each administration fee in excess of \$5, and 100 percent of each additional services fee charged pursuant to subparagraph (C), upon collection for fiscal year 1998 and each subsequent fiscal year, shall be credited to a special fund established in the Treasury of the United States for State supplementary payment fees. The amounts so credited, to the extent and in the amounts provided in advance in appropriations Acts, shall be available to defray expenses incurred in carrying out this section and title XVI of the Social Security Act and related laws."

(2) LIMITATIONS ON AUTHORIZATION OF APPROPRIATIONS.—From amounts credited pursuant to section 1616(d)(4)(B) of the Social Security Act and section 212(b)(3)(D)(ii) of Public Law 93-66 to the special fund established in the Treasury of the United States for State supplementary payment fees, there is authorized to be appropriated an amount not to exceed \$35,000,000 for fiscal year 1998, and such sums as may be necessary for each fiscal year thereafter, for administrative expenses in carrying out the supplemental se-

curity income program under title XVI of the Social Security Act and related laws.

SEC. 516. Section 520(c)(2)(D) of Departments of Labor, Health and Human Services, and Education, and Related Agencies Appropriations Act, 1997, is amended by striking "September 30, 1997" and inserting in lieu thereof "December 31, 1997".

SEC. 517. Of the budgetary resources available to agencies funded in this Act for salaries and expenses during fiscal year 1998, \$75,500,000, to be allocated by the Office of Management and Budget, are permanently canceled: *Provided further*, That this provision shall not apply to the Food and Drug Administration and the Indian Health Service.

SEC. 518. REPEAL OF TOBACCO INDUSTRY SETTLEMENT CREDIT.—Subsection (k) of section 9302 of the Balanced Budget Act of 1997, as added by section 1604(f)(3) of the Taxpayer Relief Act of 1997, is repealed.

SEC. 519. (a) GENERAL LIMITATION.—Notwithstanding any other provision of law, if any attorneys' fees are paid (on behalf of attorneys for the plaintiffs or defendants) in connection with an action maintained by a State against one or more tobacco companies to recover tobacco-related Medicaid expenditures or for other causes of action involved in the national tobacco settlement agreement, such fees shall—

(1) not be paid at a rate that exceeds \$250 per hour; and

(2) be limited to a total of \$5,000,000.

(b) FEE ARRANGEMENTS.—Subsection (a) shall apply to attorneys' fees provided for or in connection with an action of the type described in such subsection under any—

(1) court order;

(2) settlement agreement;

(3) contingency fee arrangement;

(4) arbitration procedure;

(5) alternative dispute resolution procedure (including mediation); or

(6) other arrangement providing for the payment of attorneys' fees.

(c) EXPENSES.—The limitation described in subsection (a) shall not apply to any amounts provided for the attorneys' reasonable and customary expenses.

(d) REQUIREMENTS.—No award of attorneys' fees shall be made under any national tobacco settlement until the attorneys involved have—

(1) provided to the Governor of the appropriate State, a detailed time accounting with respect to the work performed in relation to any legal action which is the subject of the settlement or with regard to the settlement itself; and

(2) made public disclosure of the time accounting under paragraph (1) and any fee agreements entered into, or fee arrangements made, with respect to any legal action that is the subject of the settlement.

(e) PROVISION OF FUNDS FOR CHILDREN'S HEALTH RESEARCH.—Any amounts provided for attorneys' fees in excess of the limitation applicable under this section shall be paid into the Treasury for use by the National Institutes of Health for research relating to children's health.

(f) EFFECTIVE DATE.—The limitation on the payment of attorneys' fees contained in this section shall become effective on the date of enactment of any Act providing for a national tobacco settlement.

SEC. 520. SENSE OF THE SENATE ON COMPENSATION FOR TOBACCO GROWERS AS PART OF LEGISLATION ON THE NATIONAL TOBACCO SETTLEMENT.

(a) FINDINGS.—(1) On June 20, 1997, representatives of tobacco manufacturers, public health organizations, and Attorneys General from a majority of the States announced that an agreement had been reached on a national tobacco settlement;



(2) the national tobacco settlement was intended to provide a comprehensive framework for dealing with several issues relevant to the tobacco industry, including youth smoking prevention, legal liabilities, and the sales and marketing practices of the industry;

(3) implementation of the national tobacco settlement requires the enactment of Federal legislation by the Congress and the President;

(4) there are more than 125,000 farms in the United States which derive a substantial portion of their income from the cultivation and sale of tobacco;

(5) representatives of tobacco growers were completely excluded from the negotiations on the national tobacco settlement, and were poorly informed, or not informed at all, of any details of the settlement negotiations by any participants in those negotiations;

(6) the national tobacco settlement includes compensation for several adversely affected groups, including NASCAR, rodeo, and other event sponsors, but includes absolutely no compensation whatsoever or other provisions relating to the impact of the settlement on tobacco growers;

(7) no other group has their livelihoods affected by the national tobacco settlement as adversely as tobacco growers;

(8) the local economies of tobacco growing communities will be adversely affected by implementation of the national tobacco settlement;

(9) the national tobacco settlement contemplates \$368,500,000,000 in payments from tobacco manufacturers over the next 25 years, and not all of this amount has been specifically earmarked by the agreement; and

(10) the Federal tobacco program was designed to operate at no net cost to the Federal taxpayer, the national tobacco settlement does not contemplate any changes to the operation of this program, and even many critics of the national tobacco settlement, including representatives from the public health community, have expressed support for the continued operation of a Federal tobacco program which operates at no net cost to taxpayers.

(b) SENSE OF THE SENATE.—It is the sense of the Senate that—

(1) tobacco growers should be fairly compensated as part of any Federal legislation for the adverse impact which will follow from the enactment of the national tobacco settlement;

(2) tobacco growing communities should be provided sufficient resources to adequately adjust to the impact on their local economies which will result from the enactment of the national tobacco settlement;

(3) any compensation provided to tobacco growers and tobacco growing communities as part of Federal legislation to implement the national tobacco settlement should be included within the \$368,500,000,000 in payments which are to be provided over the next 25 years; and

(4) No provisions should be included in any Federal legislation to implement the national tobacco settlement which would restrict or adversely affect the continued administration of a viable Federal tobacco program which operates at no net cost to the taxpayer.

SEC. 521. Nothing in this Act may be construed to interfere with, or abrogate, any agreement previously entered into between any State and any private attorney or attorneys with respect to litigation involving tobacco.

SEC. 522. It is the sense of the Senate that attorneys' fees paid in connection with an action maintained by a State against one or more tobacco companies to recover tobacco-

related costs affected by Federal tobacco settlement legislation should be publicly disclosed and should not displace spending in the settlement legislation intended for public health.

SEC. 523. (a) Notwithstanding any other provision of law, the Secretary of Education shall award the total amount of funds described in subsection (b) directly to local educational agencies in accordance with subsection (d) to enable the local educational agencies to support programs or activities for kindergarten through grade 12 students that the local educational agencies deem appropriate.

(b) The total amount of funds referred to in subsection (a) are all funds that are appropriated for the Department of Education under this Act to support programs or activities for kindergarten through grade 12 students, other than—

(1) amounts appropriated under this Act—

(A) to carry out title VIII of the Elementary and Secondary Education Act of 1965;

(B) to carry out the Individuals with Disabilities Education Act;

(C) to carry out the Adult Education Act;

(D) to carry out the Museum and Library Services Act;

(E) for departmental management expenses of the Department of Education; or

(F) to carry out the Educational Research, Development, Dissemination, and Improvement Act;

(G) to carry out the National Education Statistics Act of 1994;

(H) to carry out section 10601 of the Elementary and Secondary Education Act of 1965;

(I) to carry out section 2102 of the Elementary and Secondary Education Act of 1965;

(J) to carry out part K of the Elementary and Secondary Education Act of 1965;

(K) to carry out subpart 5 of part A of title IV of the Higher Education Act of 1965; or

(L) to carry out title I of the Elementary and Secondary Education Act of 1965; or

(2) 50 percent of the amount appropriated under title III under the headings "Rehabilitation Services and Disability Research" and "Vocational and Adult Education".

(c) Each local educational agency shall conduct a census to determine the number of kindergarten through grade 12 students served by the local educational agency not later than 21 days after the beginning of the school year. Each local educational agency shall submit the number to the Secretary.

(d) The Secretary shall determine the amount awarded to each local educational agency under subsection (a) as follows:

(1) First, the Secretary, using the information provided under subsection (c), shall determine a per child amount by dividing the total amount of funds described in subsection (b), by the total number of kindergarten through grade 12 students in all States.

(2) Second, the Secretary, using the information provided under subsection (c), shall determine the baseline amount for each local educational agency by multiplying the per child amount determined under paragraph (1) by the number of kindergarten through grade 12 students that are served by the local educational agency.

(3) Lastly, the Secretary shall compute the amount awarded to each local educational agency as follows:

(A) Multiply the baseline amount determined under paragraph (2) by a factor of 1.1 for local educational agencies serving States that are in the least wealthy quintile of all States as determined by the Secretary on the basis of the per capita income of individuals in the States.

(B) Multiply the baseline amount by a factor of 1.05 for local educational agencies

serving States that are in the second least wealthy such quintile.

(C) Multiply the baseline amount by a factor of 1.00 for local educational agencies serving States that are in the third least wealthy such quintile.

(D) Multiply the baseline amount by a factor of .95 for local educational agencies serving States that are in the fourth least wealthy such quintile.

(E) Multiply the baseline amount by a factor of .90 for local educational agencies serving States that are in the wealthiest such quintile.

(4) Notwithstanding paragraph (3), the Secretary shall compute the amount awarded to each local educational agency serving the State of Alaska or Hawaii by multiplying the base line amount determined under paragraph (2) for the local educational agency by a factor of 1.00.

(e) If the total amount of funds described in subsection (b) that are made available to carry out subsection (a) is insufficient to pay in full all amounts awarded under subsection (d), then the Secretary shall ratably reduce each such amount.

(f) If the Secretary determines that a local educational agency has knowingly submitted false information under subsection (c) for the purpose of gaining additional funds under subsection (a), then the local educational agency shall be fined an amount equal to twice the difference between the amount the local educational agency received under subsection (d), and the correct amount the local educational agency would have received if the agency had submitted accurate information under subsection (c).

(g)(1) Notwithstanding any other provision of law, the Secretary of Education shall award the total amount of funds made available under this Act to carry out title I of the Elementary and Secondary Education Act of 1965 for fiscal year 1998 directly to local educational agencies in accordance with paragraph (2) to enable the local educational agencies to support programs or activities for kindergarten through grade 12 students that the local educational agencies deem appropriate.

(2) Each local educational agency shall receive an amount awarded under this subsection that bears the same relation to the total amount of funds made available under this Act to carry out title I of the Elementary and Secondary Education Act of 1965 for fiscal year 1998 as the number of children counted under section 1124(c) of such Act for the local educational agency for fiscal year 1997 bears to the total number of students so counted for all local educational agencies for fiscal year 1997.

(h) Notwithstanding any other provision of this section, the total amount awarded to local educational agencies in each State under this section shall not be less than the net dollars that States would have received absent the provisions of this section.

(i) In this section—

(1) the term "local educational agency" has the meaning given the term in section 14101 of the Elementary and Secondary Education Act of 1965;

(2) the term "Secretary" means the Secretary of Education; and

(3) the term "State" means each of the several States of the United States, the District of Columbia, the Commonwealth of Puerto Rico, Guam, American Samoa, the Commonwealth of the Northern Mariana Islands, the United States Virgin Islands, the Republic of the Marshall Islands, the Federated States of Micronesia, and the Republic of Palau.

SEC. 524. (a) Notwithstanding any other provision of law, the Office of Educational Research and Improvement shall submit to



the Committee on Appropriations of the Senate a spending plan for activities funded under this title under the heading "EDUCATION RESEARCH, STATISTICS, AND IMPROVEMENT", prior to the obligation of the funds.

(b)(1) Notwithstanding any other provision of law, the National Assessment Governing Board established under section 412 of the National Education Statistics Act of 1994 (20 U.S.C. 9011) (hereafter in this section referred to as the "Board") shall hereafter have exclusive authority over all policies, direction, and guidelines for establishing and implementing voluntary national tests for 4th grade English reading and 8th grade mathematics: *Provided*, That the tests shall be made available to a State, local educational agency, or private or parochial school, upon the request of the State, agency, or school, and the use of the tests shall not be a condition for receiving any Federal funds: *Provided further*, That within 90 days after the date of enactment of this Act, the Board shall review the national test development contract in effect on the date of enactment of this Act, and modify the contract as the Board determines necessary: *Provided further*, That if the contract cannot be modified to the extent determined necessary by the Board, the contract shall be terminated and the Board shall negotiate a new contract, under the Board's exclusive control, for the tests.

(2) In exercising the Board's responsibilities under paragraph (1) regarding the national tests, and notwithstanding any action undertaken by the Department of Education or a person contracting with or providing services for the Department regarding the planning, or the development of specifications, for the tests, the Board shall—

(A) ensure that the content and standards for the tests are the same as the content and standards for the National Assessment;

(B) exercise exclusive authority over any expert panel or advisory committee that will be or is established with respect to the tests;

(C) ensure that the tests are linked to the National Assessment to the maximum degree possible;

(D) develop test objectives, test specifications, and test methodology;

(E) develop policies for test administration, including guidelines for inclusion of, and accommodations for, students with disabilities and students with limited English proficiency;

(F) develop policies for reporting test results, including the use of standards or performance levels, and for test use;

(G) have final authority over the appropriateness of all test items;

(H) ensure that all items selected for use on the tests are free from racial, cultural, or gender bias; and

(I) take such actions and make such policies as the Board determines necessary.

(c) No State or local educational agency may require any private or parochial school student, or home-schooled individual, to take any test developed under this Act without the written consent of the student or individual.

(d) Section 412 of the National Education Statistics Act of 1994 (20 U.S.C. 9011) is amended—

(1) in subsection (b)(1)—

(A) by amending subparagraph (A) to read as follows:

"(A) three Governors, or former Governors, of whom not more than 1 shall be a member of the same political party as the President;"

(B) by amending subparagraph (B) to read as follows:

"(B) two State legislators, of whom not more than 1 shall be a member of the same political party as the President;"

(C) in subparagraph (H), by striking "one representative" and inserting "three representatives";

(D) by amending subparagraph (I) to read as follows:

"(I) two mayors, of whom not more than 1 shall be a member of the same political party as the President;"

(E) by striking subparagraph (J); and

(F) by redesignating subparagraphs (K), (L), and (M) as subparagraphs (J), (K), and (L), respectively;

(2) in subsection (c)—

(A) in paragraph (1), by striking "and may not exceed a period of 3" and inserting "and shall be for periods of 4"; and

(B) in paragraph (2), by inserting "consecutive" after "two";

(3) by amending subsection (d) to read as follows:

"(d) VACANCIES.—As vacancies on the Board occur, new members of the Board shall be appointed by the Secretary from among individuals who are nominated by the Board after consultation with representatives of the individuals described in subsection (b)(1). For each vacancy, the Board shall nominate at least 3 individuals who are qualified by experience or training to fill the particular Board vacancy;" and

(4) in subsection (e) by adding at the end the following:

"(7) INDEPENDENCE.—In the exercise of its functions, powers, and duties, the Board shall be independent of the Secretary and the other offices and officers of the Department. The Secretary shall, by written delegation of authority, authorize the Board to award grants and contracts, and otherwise operate, to the maximum extent practicable, independent of the Department."

(e) Not later than 30 days after the date of enactment of this Act, the Secretary of Education, in consultation with the Speaker and Minority Leader of the House of Representatives, and the Majority Leader and Minority Leader of the Senate, shall appoint individuals to fill vacancies on the National Assessment Governing Board caused by the expiration of the terms of members of the Board, or the creation of new membership positions on the Board pursuant to amendments made by this Act.

This Act may be cited as the "Departments of Labor, Health and Human Services, and Education, and Related Agencies Appropriations Act, 1998".

Mr. SPECTER. Mr. President, I thank my distinguished colleague, Senator HARKIN, for his cooperation on this bill and the outstanding staff: Bettilou Taylor, Craig Higgins, Jim Sourwine, Jack Chow, Dale Cabaniss, for the majority, and the outstanding work on the minority side by Marsha Simon and Ellen Murray. I thank the leadership of Senator LOTT—who is right here—and has been here at all times.

I believe the passage of this bill is noteworthy. We had great problems passing a separate appropriations bill on Labor, Health and Human Services, and Education for fiscal year 1996. We were not able to get floor action on a bill until April 1996. It should have been finished on September 30, 1995. We finally broke that logjam with an amendment, which Senator HARKIN and I had offered, for an additional \$2.6 billion for education and training programs. That legislation was then folded into the omnibus appropriations bill. So we did not have a regular Labor,

HHS and Education appropriations bill for fiscal year 1996.

Then the fiscal year 1997 bill was not considered separately by the Senate. Instead, funding was included in an Omnibus appropriations bill that was significantly written by the administration and leadership. I said at that time that I thought the process was inappropriate. Our constitutional system is to have Congress deliberate and pass the bills and then submit them to the White House for approval or veto.

This year we were able to complete it the regular Labor, HHS and Education appropriations bill. It took a fair amount of time. We started on September 2. Senator LOTT brought us back at 11 o'clock the day after Labor Day. We now mark its conclusion. I am delighted. I also thank the distinguished minority leader, the Democratic leader. We have concluded action on an important bill. I thank the Chair and yield the floor.

Mr. HARKIN. Mr. President, I join with my colleague, my chairman, Senator SPECTER, in commending, first of all, the staff for all the wonderful work they did in pulling this bill together. I especially want to thank Craig Higgins, Bettilou Taylor, Jack Chow, Jim Sourwine of Senator SPECTER's staff. And our staff on our side: Ellen Murray and Marsha Simon.

This is a very complex, very big bill. It took us a long time to get it through. The Senate worked its will, and we did finish action on the bill. For the most part, I think it is a good bill, and I think it does move us in the right direction. There is a lot of good stuff in there for children's health, preventive health care measures. There are good provisions in there dealing with human services. For the most part, there are a lot of good items in there that will advance the cause of education in this country.

However, I must once again, Mr. President, for the record state that the adoption of the Gorton amendment basically does away with all the targeted programs that this Congress has supported on a bipartisan basis for so long; things like vocational education, bilingual education, education technology, and some of the newer ones, like Goals 2000. These are all done away with by the Gorton amendment.

What it says is we are going to take all this money and it goes to the local education agencies without any restrictions whatsoever. I am concerned that this was not widely known by a number of Senators when the vote was taken, and what also was not widely known, I don't believe, is that we have always had a cap, a limitation on how much money could be spent for administration.

That has been even more heavily supported on the Republican side than the Democratic side, and yet that is removed. So the money that we have said should go out to States for vocational education will now go to a local education agency, and they can do whatever they want with it. They can build

a swimming pool. They can pay their superintendents whatever they want. They can take, not the 5-percent cap we have on administration, they can say we want to use 20 percent for administration.

Also, we have said in the past that these moneys should be used to supplement, not supplant, State efforts. That is taken away. So what can happen is all the money we put out to an area now that normally would go for vocational education or education technology or safe and drug-free schools, all of that money now doesn't have to be used for that, and the State can say, "OK, we're not going to put the money in, we'll just use the Federal dollars and we'll take our money for roads, bridges" and whatever else the State wants to do with their money, thus downgrading the amount of funds that actually go into education.

I know it was said by the Senator from Washington, "Well, not all knowledge resides in Washington; do we know what to do best in local school districts? The answer to that, obviously, is no. Keep in mind this money is not forced on the States. We are just saying this is Federal tax money that we vote to collect. And, yes, we do have a right and an obligation under the Constitution of the United States to decide how that money is to be spent.

We don't have the obligation or the right to decide how States spend their own State tax dollars, but we certainly do have the right and the constitutional obligation to decide how we spend Federal tax dollars. And that's what we said. We want it spent on vocational education. We want it spent on safe and drug-free schools. Those programs have been supported widely on both sides of the aisle.

We have also said we don't want more than 5 percent of that money to go to administrative costs, which has been widely supported on both sides of the aisle. That is all taken away by the Gorton amendment.

Mr. President, I talked with a number of my colleagues on this side of the aisle—certainly not all of them—but a great number of them prior to the vote on final passage. While I voted for final passage of the bill, because there is a lot more good than bad in it, I must state for the record that if, in fact, this provision is not dropped in conference, if we don't have the votes to drop it in conference, if it comes back from conference, as the minority manager on this bill, I am going to vote against it.

I hope that the President will send strong signals that he will veto this bill if this provision remains in the bill because it would do away with years and years of what we have done to focus attention on areas of education, like vocational education, safe and drug-free schools, education technology and others, that we thought were so necessary in order to move this country forward. I just hope this provision will be dropped in conference and that we can come back and support the

bill out of conference with the same strong vote that we had here.

Mr. President, I yield the floor.

Mr. LOTT addressed the Chair.

The PRESIDING OFFICER. The majority leader.

#### UNANIMOUS-CONSENT AGREEMENT—EXECUTIVE CALENDAR

Mr. LOTT. As in executive session, I ask unanimous consent that at the hour of 2 p.m. today, the Senate proceed to a vote on Executive Calendar No. 234, the nomination of Joseph Bataillon, to be immediately followed by a vote on Calendar No. 236, Christopher Droney, to be immediately followed by a vote on Calendar No. 237, Janet Hall. I ask unanimous consent that there be 2 minutes of debate, equally divided, prior to each of the above votes.

I further ask unanimous consent that immediately following those votes, Calendar Nos. 238, 239, 245 and 247 be confirmed.

I finally ask unanimous consent that following these confirmations, the motions to reconsider be laid upon the table; that any statements relating to the nominations appear at the appropriate place in the RECORD; that the President be immediately notified of the Senate's action; and that the Senate then return to legislative session.

The PRESIDING OFFICER. Without objection, it is so ordered.

#### ORDER OF PROCEDURE

Mr. LOTT. Mr. President, for the information then of all Senators, that is three judicial nominations that have been cleared on both sides of the aisle, although recorded votes will be required, and then two U.S. attorneys that have been on the calendar for some time, U.S. Attorney Sharon Zealey of Ohio and U.S. Attorney James Hurd of the Virgin Islands. We also have two nominees for the Corporation for Public Broadcasting that we are able to confirm.

With these nominations moving forward, I think it is very positive for the Senate. I want the Senators to be aware that there will be three back-to-back votes beginning at 2 p.m. today.

Also, I am very pleased we are going to be able to get clearance for all committees to meet during the afternoon hours and the rest of this morning.

I believe, Mr. President, we will momentarily be prepared to go to opening statements with regard to the Food and Drug Administration reform. Senator JEFFORDS and Senator KENNEDY are here ready to proceed.

Mr. President, with regard to the comments made by Senator HARKIN, the fundamental difference in his position and our position with regard to education funds is that we just believe that the people at the local level and people at the State level want good education in their schools. I am a big advocate of vocational education, but I

just happen to believe that if the State of Mississippi had more discretion in how those funds are to be used, they probably would put more money in vocational education in our State and less money in some of the programs they are mandated to do by the Federal Government.

We want good vocational education. We want safe schools. The difference is we just think that parents and teachers at the local level would do a better job of deciding how to educate their children than dictates from Washington, DC, and the Federal bureaucracy. It has not worked. We spent billions of dollars on education, and the test scores and the quality of education and the safety of the schools and parental involvement has gone down, down, down, down.

It is time we try something else to really improve education in America. That is what we are trying to do.

I yield the floor, Mr. President.

#### FOOD AND DRUG ADMINISTRATION MODERNIZATION AND ACCOUNTABILITY ACT OF 1997

The PRESIDING OFFICER. The clerk will report the bill.

The legislative clerk read as follows:

A bill (S. 830) to amend the Federal Food, Drug, and Cosmetic Act and the Public Health Service Act to improve the regulation of food, drugs, devices, and biological products, and for other purposes, which had been reported from the Committee on Labor and Human Resources, with an amendment to strike all after the enacting clause and inserting in lieu thereof the following:

##### SECTION 1. SHORT TITLE.

*This Act may be cited as the "Food and Drug Administration Modernization and Accountability Act of 1997".*

##### SEC. 2. TABLE OF CONTENTS.

*The table of contents for this Act is as follows:*

- Sec. 1. Short title.*
- Sec. 2. Table of contents.*
- Sec. 3. References.*

##### TITLE I—IMPROVING PATIENT ACCESS

- Sec. 101. Mission of the Food and Drug Administration.*
- Sec. 102. Expedited access to investigational therapies.*
- Sec. 103. Expanded humanitarian use of devices.*

##### TITLE II—INCREASING ACCESS TO EXPERTISE AND RESOURCES

- Sec. 201. Interagency collaboration.*
- Sec. 202. Sense of the committee regarding mutual recognition agreements and global harmonization efforts.*
- Sec. 203. Contracts for expert review.*
- Sec. 204. Accredited-party reviews.*
- Sec. 205. Device performance standards.*

##### TITLE III—IMPROVING COLLABORATION AND COMMUNICATION

- Sec. 301. Collaborative determinations of device data requirements.*
- Sec. 302. Collaborative review process.*

##### TITLE IV—IMPROVING CERTAINTY AND CLARITY OF RULES

- Sec. 401. Policy statements.*
- Sec. 402. Product classification.*
- Sec. 403. Use of data relating to premarket approval.*
- Sec. 404. Consideration of labeling claims for product review.*

- Sec. 405. Definition of a day for purposes of product review.
- Sec. 406. Certainty of review timeframes.
- Sec. 407. Limitations on initial classification determinations.
- Sec. 408. Clarification with respect to a general use and specific use of a device.
- Sec. 409. Clarification of the number of required clinical investigations for approval.
- Sec. 410. Prohibited acts.

#### TITLE V—IMPROVING ACCOUNTABILITY

- Sec. 501. Agency plan for statutory compliance and annual report.

#### TITLE VI—BETTER ALLOCATION OF RESOURCES BY SETTING PRIORITIES

- Sec. 601. Minor modifications.
- Sec. 602. Environmental impact review.
- Sec. 603. Exemption of certain classes of devices from premarket notification requirement.
- Sec. 604. Evaluation of automatic class III designation.
- Sec. 605. Secretary's discretion to track devices.
- Sec. 606. Secretary's discretion to conduct postmarket surveillance.
- Sec. 607. Reporting.
- Sec. 608. Pilot and small-scale manufacture.
- Sec. 609. Requirements for radiopharmaceuticals.
- Sec. 610. Modernization of regulation of biological products.
- Sec. 611. Approval of supplemental applications for approved products.
- Sec. 612. Health care economic information.
- Sec. 613. Expediting study and approval of fast track drugs.
- Sec. 614. Manufacturing changes for drugs and biologics.
- Sec. 615. Data requirements for drugs and biologics.
- Sec. 616. Food contact substances.
- Sec. 617. Health claims for food products.
- Sec. 618. Pediatric studies marketing exclusivity.
- Sec. 619. Positron emission tomography.

#### TITLE VII—FEES RELATING TO DRUGS

- Sec. 701. Short title.
- Sec. 702. Findings.
- Sec. 703. Definitions.
- Sec. 704. Authority to assess and use drug fees.
- Sec. 705. Annual reports.
- Sec. 706. Effective date.
- Sec. 707. Termination of effectiveness.

#### TITLE VIII—MISCELLANEOUS

- Sec. 801. Registration of foreign establishments.
- Sec. 802. Elimination of certain labeling requirements.
- Sec. 803. Clarification of seizure authority.
- Sec. 804. Intramural research training award program.
- Sec. 805. Device samples.
- Sec. 806. Interstate commerce.
- Sec. 807. National uniformity for nonprescription drugs and cosmetics.
- Sec. 808. Information program on clinical trials for serious or life-threatening diseases.
- Sec. 809. Application of Federal law to the practice of pharmacy compounding.

#### SEC. 3. REFERENCES.

Except as otherwise expressly provided, wherever in this Act an amendment or repeal is expressed in terms of an amendment to, or repeal of, a section or other provision, the reference shall be considered to be made to a section or other provision of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 321 et seq.).

#### TITLE I—IMPROVING PATIENT ACCESS

##### SEC. 101. MISSION OF THE FOOD AND DRUG ADMINISTRATION.

Section 903 (21 U.S.C. 393) is amended—

(1) by redesignating subsections (b) and (c) as subsections (c) and (d), respectively; and

(2) by inserting after subsection (a) the following:

“(b) MISSION.—

“(1) IN GENERAL.—The Administration shall protect the public health by ensuring that—

“(A) foods are safe, wholesome, sanitary, and properly labeled;

“(B) human and veterinary drugs are safe and effective;

“(C) there is reasonable assurance of safety and effectiveness of devices intended for human use;

“(D) cosmetics are safe; and

“(E) public health and safety are protected from electronic product radiation.

“(2) SPECIAL RULES.—The Administration shall promptly and efficiently review clinical research and take appropriate action on the marketing of regulated products in a manner that does not unduly impede innovation or product availability. The Administration shall participate with other countries to reduce the burden of regulation, to harmonize regulatory requirements, and to achieve appropriate reciprocal arrangements with other countries.”.

##### SEC. 102. EXPEDITED ACCESS TO INVESTIGATIONAL THERAPIES.

Chapter V (21 U.S.C. 351 et seq.) is amended by adding at the end the following:

“SUBCHAPTER D—UNAPPROVED THERAPIES AND DIAGNOSTICS

##### “SEC. 551. EXPANDED ACCESS TO UNAPPROVED THERAPIES AND DIAGNOSTICS.

“(a) IN GENERAL.—Any person, acting through a physician licensed in accordance with State law, may request from a manufacturer or distributor, and any manufacturer or distributor may provide to a person after compliance with the provisions of this section, an investigational drug (including a biological product) or investigational device for the diagnosis, monitoring, or treatment of a serious disease or condition, or any other disease or condition designated by the Secretary as appropriate for expanded access under this section if—

“(1) the licensed physician determines that the person has no comparable or satisfactory alternative therapy available to diagnose, monitor, or treat the disease or condition involved;

“(2) the licensed physician determines that the risk to the person from the investigational drug or investigational device is not greater than the risk from the disease or condition;

“(3) the Secretary determines that an exemption for the investigational drug or investigational device is in effect under a regulation promulgated pursuant to section 505(i) or 520(g) and the sponsor of the drug or device and investigators comply with such regulation;

“(4) the Secretary determines that the manufacturer of the investigational drug or investigational device is actively pursuing marketing approval with due diligence;

“(5) the Secretary determines that expanded access to the investigational drug or investigational device will not interfere with adequate enrollment of patients by the investigator in the ongoing clinical investigation of the investigational drug or investigational device authorized under section 505(i) or 520(g); and

“(6) the Secretary determines that there is sufficient evidence of safety and effectiveness to support the expanded use of the investigational drug or investigational device in accordance with this section.

“(b) PROTOCOLS.—A manufacturer or distributor may submit to the Secretary 1 or more expanded access protocols covering expanded access use of a drug or device described in subsection (a). The protocols shall be subject to the provisions of section 505(i) or 520(g) and may include any form of use of the drug or device outside a clinical investigation, prior to approval of the drug or device for marketing, including protocols for treatment use, emergency use, or uncontrolled trials, and single patient protocols. If the request for expanded access to an investiga-

tional drug or investigational device is intended for a single patient only, the Secretary may waive the requirements of paragraphs (3) and (4) of subsection (a) and accept a submission under section 505(i) or 520(g) for an exemption for the investigational drug or investigational device for the single patient use. In the case of an emergency that does not allow sufficient time for a submission under section 505(i) or 520(g), the Secretary may, prior to the submission, authorize the shipment of the investigational drug or investigational device for a single patient use.

“(c) NOTIFICATION OF AVAILABILITY.—The Secretary shall inform national, State, and local medical associations and societies, voluntary health associations, and other appropriate persons about the availability of an investigational drug or investigational device under expanded access protocols submitted under this section, except that this subsection shall not apply to expanded access protocols for single patient use.

“(d) TERMINATION.—The Secretary may at anytime terminate expanded access provided under subsection (a) for an investigational drug or investigational device if the requirements under this section are no longer met.”.

##### SEC. 103. EXPANDED HUMANITARIAN USE OF DEVICES.

Section 520(m) (21 U.S.C. 360j(m)) is amended—

(1) in paragraph (2), by adding at the end the following flush sentences:

“The request shall be in the form of an application submitted to the Secretary. Not later than 60 days after the date of the receipt of the application, the Secretary shall issue an order approving or denying the application.”;

(2) in paragraph (4)—

(A) in subparagraph (B), by inserting after “(2)(A)” the following: “, unless a physician determines that waiting for such an approval from an institutional review committee will cause harm or death to a patient, and makes a good faith effort to obtain the approval, and does not receive a timely response from an institutional review committee on the request of the physician for approval to use the device for such treatment or diagnosis”;; and

(B) by adding at the end the following flush sentences:

“In a case in which a physician described in subparagraph (B) uses a device without an approval from an institutional review committee, the physician shall, after the use of the device, notify the chairperson of the institutional review committee of such use. Such notification shall include the identification of the patient involved, the date on which the device was used, and the reason for the use.”; and

(3) by striking paragraph (5) and inserting the following:

“(5) The Secretary may require a person granted an exemption under paragraph (2) to demonstrate continued compliance with the requirements of this subsection if the Secretary believes such demonstration to be necessary to protect the public health or if the Secretary has reason to believe that the criteria for the exemption are no longer met.”.

#### TITLE II—INCREASING ACCESS TO EXPERTISE AND RESOURCES

##### SEC. 201. INTERAGENCY COLLABORATION.

Section 903(b) (21 U.S.C. 393(b)), as added by section 101(2), is amended by adding at the end the following:

“(3) INTERAGENCY COLLABORATION.—The Secretary shall implement programs and policies that will foster collaboration between the Administration, the National Institutes of Health, and other science-based Federal agencies, to enhance the scientific and technical expertise available to the Secretary in the conduct of the duties of the Secretary with respect to the development, clinical investigation, evaluation, and postmarket monitoring of emerging medical therapies, including complementary therapies, and advances in nutrition and food science.”.

**SEC. 202. SENSE OF THE COMMITTEE REGARDING MUTUAL RECOGNITION AGREEMENTS AND GLOBAL HARMONIZATION EFFORTS.**

It is the sense of the Committee on Labor and Human Resources of the Senate that—

(1) the Secretary of Health and Human Services should support the Office of the United States Trade Representative, in consultation with the Secretary of Commerce, in efforts to move toward the acceptance of mutual recognition agreements relating to the regulation of drugs, biological products, devices, foods, food additives, and color additives, and the regulation of good manufacturing practices, between the European Union and the United States;

(2) the Secretary of Health and Human Services should regularly participate in meetings with representatives of other foreign governments to discuss and reach agreement on methods and approaches to harmonize regulatory requirements; and

(3) the Office of International Relations of the Department of Health and Human Services (as established under section 803 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 383)) should have the responsibility of ensuring that the process of harmonizing international regulatory requirements is continuous.

**SEC. 203. CONTRACTS FOR EXPERT REVIEW.**

Chapter IX (21 U.S.C. 391 et seq.) is amended by adding at the end the following:

**“SEC. 906. CONTRACTS FOR EXPERT REVIEW.**

**“(a) IN GENERAL.—**

**“(1) AUTHORITY.—**The Secretary may enter into a contract with any organization or any individual (who is not an employee of the Department) with expertise in a relevant discipline, to review, evaluate, and make recommendations to the Secretary on part or all of any application or submission (including a petition, notification, and any other similar form of request) made under this Act for the approval or classification of an article or made under section 351(a) of the Public Health Service Act (42 U.S.C. 262(a)) with respect to a biological product. Any such contract shall be subject to the requirements of section 708 relating to the confidentiality of information.

**“(2) INCREASED EFFICIENCY AND EXPERTISE THROUGH CONTRACTS.—**The Secretary shall use the authority granted in paragraph (1) whenever the Secretary determines that a contract described in paragraph (1) will improve the timeliness or quality of the review of an application or submission described in paragraph (1). Such improvement may include providing the Secretary increased scientific or technical expertise that is necessary to review or evaluate new therapies and technologies.

**“(b) REVIEW OF EXPERT REVIEW.—**

**“(1) IN GENERAL.—**Subject to paragraph (2), the official of the Food and Drug Administration responsible for any matter for which expert review is used pursuant to subsection (a) shall review the recommendations of the organization or individual who conducted the expert review and shall make a final decision regarding the matter within 60 days after receiving the recommendations.

**“(2) LIMITATION.—**A final decision under paragraph (1) shall be made within the applicable prescribed time period for review of the matter as set forth in this Act or in the Public Health Service Act (42 U.S.C. 201 et seq.).

**“(3) AUTHORITY OF SECRETARY.—**Notwithstanding subsection (a), the Secretary shall retain full authority to make determinations with respect to the approval or disapproval of an article under this Act, the approval or disapproval of a biologics license with respect to a biological product under section 351(a) of the Public Health Service Act, or the classification of an article as a device under section 513(f)(1).”

**SEC. 204. ACCREDITED-PARTY PARTICIPATION.**

Subchapter A of chapter V (21 U.S.C. 351 et seq.) is amended by adding at the end the following:

**“SEC. 523. ACCREDITED-PARTY PARTICIPATION.**

**“(a) ACCREDITATION.—**

**“(1) IN GENERAL.—**Not later than 1 year after the date of enactment of this section, the Secretary shall accredit entities or individuals who are not employees of the Federal Government, to review reports made to the Secretary under section 510(k) for devices and make recommendations to the Secretary regarding the initial classification of such devices under section 513(f)(1), except that this paragraph shall not apply to reports made to the Secretary under section 510(k) for devices that are—

**“(A) life-supporting;**

**“(B) life sustaining; or**

**“(C) intended for implantation in the human body for a period of over 1 year.**

**“(2) SPECIAL RULE.—**The Secretary shall have the discretion to accredit entities or individuals who are not employees of the Federal Government—

**“(A) to review reports made to the Secretary under section 510(k) for devices described in subparagraphs (A) through (C) of paragraph (1), and make recommendations of initial classification of such devices; or**

**“(B) to review applications for premarket approval for class III devices under section 515 and make recommendations with respect to the approval or disapproval of such applications.**

**“(b) ACCREDITATION.—**Within 180 days after the date of enactment of this section, the Secretary shall adopt methods of accreditation that ensure that entities or individuals who conduct reviews and make recommendations under this section are qualified, properly trained, knowledgeable about handling confidential documents and information, and free of conflicts of interest. The Secretary shall publish the methods of accreditation in the Federal Register on the adoption of the methods.

**“(c) WITHDRAWAL OF ACCREDITATION.—**The Secretary may suspend or withdraw the accreditation of any entity or individual accredited under this section, after providing notice and an opportunity for an informal hearing, if such entity or individual acts in a manner that is substantially not in compliance with the requirements established by the Secretary under subsection (b), including the failure to avoid conflicts of interest, the failure to protect confidentiality of information, or the failure to competently review premarket submissions for devices.

**“(d) SELECTION AND COMPENSATION.—**Subject to subsection (a)(2), a person who intends to make a report described in subsection (a), or to submit an application described in subsection (a), to the Secretary shall have the option to select an accredited entity or individual to review such report or application. Upon the request by a person to have a report or application reviewed by an accredited entity or individual, the Secretary shall identify for the person no less than 2 accredited entities or individuals from whom the selection may be made. Compensation for an accredited entity or individual shall be determined by agreement between the accredited entity or individual and the person who engages the services of the accredited entity or individual and shall be paid by the person who engages such services.

**“(e) REVIEW BY SECRETARY.—**

**“(1) IN GENERAL.—**The Secretary shall require an accredited entity or individual, upon making a recommendation under this section with respect to an initial classification of a device or approval or disapproval of an application for premarket approval, to notify the Secretary in writing of the reasons for such recommendation.

**“(2) TIME PERIOD FOR REVIEW.—**

**“(A) INITIAL CLASSIFICATION.—**Not later than 30 days after the date on which the Secretary is notified under paragraph (1) by an accredited entity or individual with respect to a recommendation of an initial classification of a device, the Secretary shall make a determination with respect to the initial classification.

**“(B) PREMARKET APPROVAL.—**Not later than 60 days after the date on which the Secretary is notified under paragraph (1) by an accredited entity or individual with respect to a recommendation of an approval or disapproval of an application for a device, the Secretary shall make a determination with respect to the approval or disapproval.

**“(3) SPECIAL RULE.—**The Secretary may change the initial classification under section 513(f)(1), or the approval or disapproval of the application under section 515(d), that is recommended by the accredited entity or individual under this section, and in such case shall notify in writing the person making the report or application described in subsection (a) of the detailed reasons for the change.

**“(f) DURATION.—**The authority provided by this section terminates—

**“(1) 5 years after the date on which the Secretary notifies Congress that at least 2 persons accredited under subsection (b) are available to review devices for each of at least 70 percent of the generic types of devices subject to review under subsection (a); or**

**“(2) 4 years after the date on which the Secretary notifies Congress that at least 35 percent of the devices that are subject to review under subsection (a), and that were the subject of final action by the Secretary in the fiscal year preceding the date of such notification, were reviewed by the Secretary under subsection (e), whichever occurs first.**

**“(g) REPORT.—**

**“(1) IN GENERAL.—**Not later than 1 year after the date of enactment of this section, the Secretary shall contract with an independent research organization to prepare and submit to the Secretary a written report examining the use of accredited entities and individuals to conduct reviews under this section. The Secretary shall submit the report to Congress not later than 6 months prior to the conclusion of the applicable period described in subsection (f).

**“(2) CONTENTS.—**The report by the independent research organization described in paragraph (1) shall identify the benefits or detriments to public and patient health of using accredited entities and individuals to conduct such reviews, and shall summarize all relevant data, including data on the review of accredited entities and individuals (including data on the review times, recommendations, and compensation of the entities and individuals), and data on the review of the Secretary (including data on the review times, changes, and reasons for changes of the Secretary).”

**SEC. 205. DEVICE PERFORMANCE STANDARDS.**

**(a) ALTERNATIVE PROCEDURE.—**Section 514 (21 U.S.C. 360d) is amended by adding at the end the following:

**“Recognition of a Standard**

**“(c)(1)(A) In addition to establishing performance standards under this section, the Secretary may, by publication in the Federal Register, recognize all or part of a performance standard established by a nationally or internationally recognized standard development organization for which a person may submit a declaration of conformity in order to meet premarket submission requirements or other requirements under this Act to which such standards are applicable.**

**“(B) If a person elects to use a performance standard recognized by the Secretary under subparagraph (A) to meet the requirements described in subparagraph (A), the person shall provide a declaration of conformity to the Secretary that certifies that the device is in conformity with such standard. A person may elect to use data, or information, other than data required by a standard recognized under subparagraph (A) to fulfill or satisfy any requirement under this Act.**

**“(2) The Secretary may withdraw such recognition of a performance standard through publication of a notice in the Federal Register that the Secretary will no longer recognize the**

standard, if the Secretary determines that the standard is no longer appropriate for meeting the requirements under this Act.

“(3)(A) Subject to subparagraph (B), the Secretary shall accept a declaration of conformity that a device is in conformity with a standard recognized under paragraph (1) unless the Secretary finds—

“(i) that the data or information submitted to support such declaration does not demonstrate that the device is in conformity with the standard identified in the declaration of conformity; or

“(ii) that the standard identified in the declaration of conformity is not applicable to the particular device under review.

“(B) The Secretary may request, at any time, the data or information relied on by the person to make a declaration of conformity with respect to a standard recognized under paragraph (1).

“(C) A person relying on a declaration of conformity with respect to a standard recognized under paragraph (1) shall maintain the data and information demonstrating conformity of the device to the standard for a period of 2 years after the date of the classification or approval of the device by the Secretary or a period equal to the expected design life of the device, whichever is longer.”

(b) SECTION 301.—Section 301 (21 U.S.C. 331) is amended by adding at the end the following:

“(x) The falsification of a declaration of conformity submitted under subsection (c) of section 514 or the failure or refusal to provide data or information requested by the Secretary under section 514(c)(3).”

(c) SECTION 501.—Section 501(e) (21 U.S.C. 351(e)) is amended—

(1) by striking “(e)” and inserting “(e)(1)”; and

(2) by inserting at the end the following:

“(2) If it is, declared to be, purports to be, or is represented as, a device that is in conformity with any performance standard recognized under section 514(c) unless such device is in all respects in conformity with such standard.”

### TITLE III—IMPROVING COLLABORATION AND COMMUNICATION

#### SEC. 301. COLLABORATIVE DETERMINATIONS OF DEVICE DATA REQUIREMENTS.

Section 513(a)(3) (21 U.S.C. 360c(a)(3)) is amended by adding at the end the following:

“(C)(i)(I) The Secretary, upon the written request of any person intending to submit an application under section 515, shall meet with such person to determine the type of valid scientific evidence (within the meaning of subparagraphs (A) and (B)) that will be necessary to demonstrate the effectiveness of a device for the conditions of use proposed by such person, to support an approval of an application. The written request shall include a detailed description of the device, a detailed description of the proposed conditions of use of the device, and, if available, information regarding the expected performance from the device. Within 30 days after such meeting, the Secretary shall specify in writing the type of valid scientific evidence that will provide a reasonable assurance that a device is effective under the conditions of use proposed by such person.

“(II) Any clinical data, including 1 or more well-controlled investigations, specified in writing by the Secretary for demonstrating a reasonable assurance of device effectiveness shall be specified as a result of a determination by the Secretary—

“(aa) that such data are necessary to establish device effectiveness; and

“(bb) that no other less burdensome means of evaluating device effectiveness is available that would have a reasonable likelihood of resulting in an approval.

“(ii) The determination of the Secretary with respect to the specification of valid scientific evidence under clause (i) shall be binding upon the Secretary, unless—

“(I) such determination by the Secretary would be contrary to the public health; or

“(II) based on new information (other than the information reviewed by the Secretary in making such determination) obtained by the Secretary prior to the approval of an application for an investigational device exemption under section 520(g), the Secretary finds that such determination is scientifically inappropriate.”

#### SEC. 302. COLLABORATIVE REVIEW PROCESS.

Section 515(d) (21 U.S.C. 360e(d)) is amended—

(1) in paragraph (1)(A), by striking “paragraph (2) of this subsection” each place it appears and inserting “paragraph (4)”; and

(2) by redesignating paragraphs (2) and (3) as paragraphs (4) and (5), respectively; and

(3) by inserting after paragraph (1) the following:

“(2)(A)(i) The Secretary shall, upon the written request of the applicant involved, meet with the applicant not later than 100 days after the receipt of an application, from the applicant, that has been filed as complete under subsection (c), to discuss the review status of the application.

“(ii) If the application does not appear in a form that would require an approval under this subsection, the Secretary shall in writing, and prior to the meeting, provide to the applicant a description of any deficiencies in the application identified by the Secretary and identify the information (other than information the Secretary needs to make a finding under paragraph (4)(C)) that is required to bring the application into an approvable form.

“(iii) The Secretary and the applicant may, by mutual consent, establish a different schedule for a meeting required under this paragraph.

“(B) The Secretary shall notify the applicant immediately of any deficiency identified in the application that was not described as a deficiency in the written description provided by the Secretary under subparagraph (A).”

### TITLE IV—IMPROVING CERTAINTY AND CLARITY OF RULES

#### SEC. 401. POLICY STATEMENTS.

Section 701(a) (21 U.S.C. 371(a)) is amended—

(1) by striking “(a) The” and inserting “(a)(1) The”; and

(2) by adding at the end the following:

“(2) Not later than February 27, 1999, the Secretary, after evaluating the effectiveness of the Good Guidance Practices document published in the Federal Register at 62 Fed. Reg. 8961, shall promulgate a regulation specifying the policies and procedures of the Food and Drug Administration for the development, issuance, and use of guidance documents.”

#### SEC. 402. PRODUCT CLASSIFICATION.

Chapter VII (21 U.S.C. 371 et seq.) is amended by adding at the end the following:

#### “SUBCHAPTER D—CLASSIFICATION OF PRODUCTS AND ENVIRONMENTAL IMPACT REVIEWS

##### “SEC. 741. CLASSIFICATION OF PRODUCTS.

“(a) REQUEST.—A person who submits an application or submission (including a petition, notification, and any other similar form of request) under this Act, may submit a request to the Secretary respecting the classification of an article (including an article that is a combination product subject to section 503(g)) as a drug, biological product, or device, or respecting the component of the Food and Drug Administration that will regulate the article. In submitting the request, the person shall recommend a classification for the article, or a component to regulate the article, as appropriate.

“(b) STATEMENT.—Not later than 60 days after the receipt of the request described in subsection (a), the Secretary shall determine the classification of the article or the component of the Food and Drug Administration that will regulate the article and shall provide to the person a written statement that identifies the classification of the article or the component of the Food and Drug

Administration that will regulate the article and the reasons for such determination. The Secretary may not modify such statement except with the written consent of the person or for public health reasons.

“(c) INACTION OF SECRETARY.—If the Secretary does not provide the statement within the 60-day period described in subsection (b), the recommendation made by the person under subsection (a) shall be considered to be a final determination by the Secretary of the classification of the article or the component of the Food and Drug Administration that will regulate the article and may not be modified by the Secretary except with the written consent of the person or for public health reasons.”

#### SEC. 403. USE OF DATA RELATING TO PREMARKET APPROVAL.

(a) IN GENERAL.—Section 520(h)(4) (21 U.S.C. 360j(h)(4)) is amended to read as follows:

“(4)(A) Any information contained in an application for premarket approval filed with the Secretary pursuant to section 515(c) (including information from clinical and preclinical tests or studies that demonstrate the safety and effectiveness of a device, but excluding descriptions of methods of manufacture and product composition) shall be available, 6 years after the application has been approved by the Secretary, for use by the Secretary in—

“(i) approving another device;

“(ii) determining whether a product development protocol has been completed, under section 515 for another device;

“(iii) establishing a performance standard or special control under this Act; or

“(iv) classifying or reclassifying another device under section 513 and subsection (1)(2).

“(B) The publicly available detailed summaries of information respecting the safety and effectiveness of devices required by paragraph (1)(A) shall be available for use by the Secretary as the evidentiary basis for the agency action described in subparagraph (A).”

(b) CONFORMING AMENDMENT.—Section 517(a) (21 U.S.C. 360g(a)) is amended—

(1) in paragraph (8), by adding “or” at the end;

(2) in paragraph (9), by striking “, or” and inserting a comma; and

(3) by striking paragraph (10).

#### SEC. 404. CONSIDERATION OF LABELING CLAIMS FOR PRODUCT REVIEW.

(a) PREMARKET APPROVAL.—Section 515(d)(1)(A) (21 U.S.C. 360e(d)(1)(A)) is amended by adding at the end the following flush sentences:

“In making the determination whether to approve or deny the application, the Secretary shall rely on the conditions of use included in the proposed labeling as the basis for determining whether or not there is a reasonable assurance of safety and effectiveness, if the proposed labeling is neither false nor misleading. In determining whether or not such labeling is false or misleading, the Secretary shall fairly evaluate all material facts pertinent to the proposed labeling.”

(b) PREMARKET NOTIFICATION.—Section 513(i)(1) (21 U.S.C. 360c(i)(1)) is amended by adding at the end the following:

“(C) Whenever the Secretary requests information to demonstrate that the devices with differing technological characteristics are substantially equivalent, the Secretary shall only request information that is necessary to make a substantial equivalence determination. In making such a request, the Secretary shall consider the least burdensome means of demonstrating substantial equivalence and shall request information accordingly.

“(D) The determinations of the Secretary under this section and section 513(f)(1) with respect to the intended use of a device shall be based on the intended use included in proposed labeling of the device submitted in a report under section 510(k).”

**SEC. 405. DEFINITION OF A DAY FOR PURPOSES OF PRODUCT REVIEW.**

Section 201 (21 U.S.C. 321) is amended by adding at the end the following:

“(ii) In any provision relating to a review of any application or submission (including a petition, notification, and any other similar form of request), made under this Act with respect to an article that is a new drug, device, biological product, new animal drug, an animal feed bearing or containing a new animal drug, color additive, or food additive, that is submitted to the Secretary to obtain marketing approval, to obtain classification of a device under section 513(f)(1), or to establish or clarify the regulatory status of the article—

“(1) the term ‘day’ means a calendar day in which the Secretary has responsibility to review such an application or submission; and

“(2) a reference to a date relating to the receipt of such an application or submission by the Secretary shall be deemed to be a reference to the date on which the Secretary receives a complete application or submission within the meaning of this Act and the regulations promulgated under this Act.”.

**SEC. 406. CERTAINTY OF REVIEW TIMEFRAMES.**

(a) CLARIFICATION ON THE 90-DAY TIMEFRAME FOR PREMARKET NOTIFICATION REVIEWS.—Section 510(k) (21 U.S.C. 360) is amended by adding at the end the following flush sentence:

“The Secretary shall review the notification required by this subsection and make a determination under section 513(f)(1) not later than 90 days after receiving the notification.”.

(b) CERTAINTY OF 180-DAY REVIEW TIMEFRAME.—Section 515(d) (21 U.S.C. 360e(d)), as amended by section 302, is amended by inserting after paragraph (2) the following:

“(3) Except as provided in paragraph (1), the period for the review of an application by the Secretary under this subsection shall be not more than 180 days. Such period may not be restarted or extended even if the application is amended.”.

**SEC. 407. LIMITATIONS ON INITIAL CLASSIFICATION DETERMINATIONS.**

Section 510 (21 U.S.C. 360) is amended by adding at the end the following:

“(m) The Secretary may not withhold a determination of the initial classification of a device under section 513(f)(1) because of a failure to comply with any provision of this Act that is unrelated to a substantial equivalence decision, including a failure to comply with the requirements relating to good manufacturing practices under section 520(f).”.

**SEC. 408. CLARIFICATION WITH RESPECT TO A GENERAL USE AND SPECIFIC USE OF A DEVICE.**

Not later than 270 days after the date of enactment of this section, the Secretary of Health and Human Services shall promulgate a final regulation specifying the general principles that the Secretary of Health and Human Services will consider in determining when a specific intended use of a device is not reasonably included within a general use of such device for purposes of a determination of substantial equivalence under section 513(f)(1) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360c(f)(1)).

**SEC. 409. CLARIFICATION OF THE NUMBER OF REQUIRED CLINICAL INVESTIGATIONS FOR APPROVAL.**

(a) DEVICE CLASSES.—Section 513(a)(3)(A) (21 U.S.C. 360c(a)(3)(A)) is amended by striking “clinical investigations” and inserting “1 or more clinical investigations”.

(b) NEW DRUGS.—Section 505(d) (21 U.S.C. 355(d)) is amended by adding at the end the following: “Substantial evidence may, as appropriate, consist of data from 1 adequate and well-controlled clinical investigation and confirmatory evidence (obtained prior to or after such investigation), if the Secretary determines, based on relevant science, that such data and evidence are sufficient to establish effectiveness.”.

**SEC. 410. PROHIBITED ACTS.**

Section 301(l) (21 U.S.C. 331(l)) is repealed.

**TITLE V—IMPROVING ACCOUNTABILITY****SEC. 501. AGENCY PLAN FOR STATUTORY COMPLIANCE AND ANNUAL REPORT.**

Section 903(b) (21 U.S.C. 393(b)), as amended by section 201, is further amended by adding at the end the following:

“(4) AGENCY PLAN FOR STATUTORY COMPLIANCE.—

“(A) IN GENERAL.—Not later than 180 days after the date of enactment of this paragraph, the Secretary, after consultation with relevant experts, health care professionals, representatives of patient and consumer advocacy groups, and the regulated industry, shall develop and publish in the Federal Register a plan bringing the Secretary into compliance with each of the obligations of the Secretary under this Act and other relevant statutes. The Secretary shall bi-annually review the plan and shall revise the plan as necessary, in consultation with such persons.

“(B) OBJECTIVES OF AGENCY PLAN.—The plan required by subparagraph (A) shall establish objectives, and mechanisms to be used by the Secretary, acting through the Commissioner, including objectives and mechanisms that—

“(i) minimize deaths of, and harm to, persons who use or may use an article regulated under this Act;

“(ii) maximize the clarity of, and the availability of information about, the process for review of applications and submissions (including petitions, notifications, and any other similar forms of request) made under this Act, including information for potential consumers and patients concerning new products;

“(iii) implement all inspection and postmarket monitoring provisions of this Act by July 1, 1999;

“(iv) ensure access to the scientific and technical expertise necessary to ensure compliance by the Secretary with the statutory obligations described in subparagraph (A);

“(v) establish a schedule to bring the Administration into full compliance by July 1, 1999, with the time periods specified in this Act for the review of all applications and submissions described in clause (ii) and submitted after the date of enactment of this paragraph; and

“(vi) reduce backlogs in the review of all applications and submissions described in clause (ii) for any article with the objective of eliminating all backlogs in the review of the applications and submissions by January 1, 2000.

“(5) ANNUAL REPORT.—

“(A) CONTENTS.—The Secretary shall prepare and publish in the Federal Register and solicit public comment on an annual report that—

“(i) provides detailed statistical information on the performance of the Secretary under the plan described in paragraph (4);

“(ii) compares such performance of the Secretary with the objectives of the plan and with the statutory obligations of the Secretary;

“(iii) analyzes any failure of the Secretary to achieve any objective of the plan or to meet any statutory obligation;

“(iv) identifies any regulatory policy that has a significant impact on compliance with any objective of the plan or any statutory obligation; and

“(v) sets forth any proposed revision to any such regulatory policy, or objective of the plan that has not been met.

“(B) STATISTICAL INFORMATION.—The statistical information described in subparagraph (A)(i) shall include a full statistical presentation relating to all applications and submissions (including petitions, notifications, and any other similar forms of request) made under this Act and approved or subject to final action by the Secretary during the year covered by the report. In preparing the statistical presentation, the Secretary shall take into account the date of—

“(i) the submission of any investigational application;

“(ii) the application of any clinical hold;

“(iii) the submission of any application or submission (including a petition, notification, and any other similar form of request) made under this Act for approval or clearance;

“(iv) the acceptance for filing of any application or submission described in clause (iii) for approval or clearance;

“(v) the occurrence of any unapprovable action;

“(vi) the occurrence of any approvable action; and

“(vii) the approval or clearance of any application or submission described in clause (iii).”.

**TITLE VI—BETTER ALLOCATION OF RESOURCES BY SETTING PRIORITIES****SEC. 601. MINOR MODIFICATIONS.**

(a) ACTION ON INVESTIGATIONAL DEVICE EXEMPTIONS.—Section 520(g) (21 U.S.C. 360j(g)) is amended by adding at the end the following:

“(6)(A) The Secretary shall, not later than 120 days after the date of enactment of this paragraph, by regulation modify parts 812 and 813 of title 21, Code of Federal Regulations to update the procedures and conditions under which a device intended for human use may, upon application by the sponsor of the device, be granted an exemption from the requirements of this Act.

“(B) The regulation shall permit developmental changes in a device (including manufacturing changes) in response to information collected during an investigation without requiring an additional approval of an application for an investigational device exemption or the approval of a supplement to such application, if the sponsor of the investigation determines, based on credible information, prior to making any such changes, that the changes—

“(i) do not affect the scientific soundness of an investigational plan submitted under paragraph (3)(A) or the rights, safety, or welfare of the human subjects involved in the investigation; and

“(ii) do not constitute a significant change in design, or a significant change in basic principles of operation, of the device.”.

(b) ACTION ON APPLICATION.—Section 515(d)(1)(B) (21 U.S.C. 360e(d)(1)(B)) is amended by adding at the end the following:

“(iii) The Secretary shall accept and review data and any other information from investigations conducted under the authority of regulations required by section 520(g), to make a determination of whether there is a reasonable assurance of safety and effectiveness of a device subject to a pending application under this section if—

“(I) the data or information is derived from investigations of an earlier version of the device, the device has been modified during or after the investigations (but prior to submission of an application under subsection (c)) and such a modification of the device does not constitute a significant change in the design or in the basic principles of operation of the device that would invalidate the data or information; or

“(II) the data or information relates to a device approved under this section, is available for use under this Act, and is relevant to the design and intended use of the device for which the application is pending.”.

(c) ACTION ON SUPPLEMENTS.—Section 515(d) (21 U.S.C. 360e(d)), as amended by section 302, is further amended by adding at the end the following:

“(6)(A)(i) A supplemental application shall be required for any change to a device subject to an approved application under this subsection that affects safety or effectiveness, unless such change is a modification in a manufacturing procedure or method of manufacturing and the holder of the approved application submits a written notice to the Secretary that describes in detail the change, summarizes the data or information supporting the change, and informs the Secretary that the change has been made under the requirements of section 520(f).



"(ii) The holder of an approved application who submits a notice under clause (i) with respect to a manufacturing change of a device shall not distribute the device for a period of 14 days after the date on which the Secretary receives the notice.

"(B)(i) Subject to clause (ii), in reviewing a supplement to an approved application, for an incremental change to the design of a device that affects safety or effectiveness, the Secretary shall approve such supplement if—

"(I) nonclinical data demonstrate that the design modification creates the intended additional capacity, function, or performance of the device; and

"(II) clinical data from the approved application and any supplement to the approved application provide a reasonable assurance of safety and effectiveness for the changed device.

"(ii) The Secretary may require, when necessary, additional clinical data to evaluate the design modification to provide a reasonable assurance of safety and effectiveness."

#### SEC. 602. ENVIRONMENTAL IMPACT REVIEW.

Chapter VII (21 U.S.C. 371 et seq.), as amended by section 402, is further amended by adding at the end the following:

##### "SEC. 742. ENVIRONMENTAL IMPACT REVIEW.

"Notwithstanding any other provision of law, no action by the Secretary pursuant to this Act shall be subject to an environmental assessment, an environmental impact statement, or other environmental consideration unless the Secretary demonstrates, in writing—

"(I) that there is a reasonable probability that the environmental impact of the action is sufficiently substantial and within the factors that the Secretary is authorized to consider under this Act; and

"(2) that consideration of the environmental impact will directly affect the decision on the action."

#### SEC. 603. EXEMPTION OF CERTAIN CLASSES OF DEVICES FROM PREMARKET NOTIFICATION REQUIREMENT.

(a) CLASS I AND CLASS II DEVICES.—Section 510(k) (21 U.S.C. 360(k)) is amended by striking "intended for human use" and inserting "intended for human use (except a device that is classified into class I under section 513 or 520 unless the Secretary determines such device is intended for a use that is of substantial importance in preventing impairment of human health or such device presents a potential unreasonable risk of illness or injury, or a device that is classified into class II under section 513 or 520 and is exempt from the requirements of this subsection under subsection (l))".

(b) PUBLICATION OF EXEMPTION.—Section 510 (21 U.S.C. 360) is amended by inserting after subsection (k) the following:

"(l)(I) Not later than 30 days after the date of enactment of this subsection, the Secretary shall publish in the Federal Register a list of each type of class II device that does not require a notification under subsection (k) to provide reasonable assurance of safety and effectiveness. Each type of class II device identified by the Secretary not to require the notification shall be exempt from the requirement to provide notification under subsection (k) as of the date of the publication of the list in the Federal Register.

"(2) Beginning on the date that is 1 day after the date of the publication of a list under this subsection, the Secretary may exempt a class II device from the notification requirement of subsection (k), upon the Secretary's own initiative or a petition of an interested person, if the Secretary determines that such notification is not necessary to assure the safety and effectiveness of the device. The Secretary shall publish in the Federal Register notice of the intent of the Secretary to exempt the device, or of the petition, and provide a 30-day comment period for public comment. Within 120 days after the issuance of the notice in the Federal Register, the Secretary shall publish an order in the Federal Register

that sets forth the final determination of the Secretary regarding the exemption of the device that was the subject of the notice."

#### SEC. 604. EVALUATION OF AUTOMATIC CLASS III DESIGNATION.

Section 513(f) (21 U.S.C. 360c(f)) is amended—

(1) in paragraph (1)—

(A) in subparagraph (B), by striking "paragraph (2)" and inserting "paragraph (3)"; and

(B) in the last sentence, by striking "paragraph (2)" and inserting "paragraph (2) or (3)";

(2) by redesignating paragraphs (2) and (3) as paragraphs (3) and (4), respectively; and

(3) by inserting after paragraph (1) the following:

"(2)(A) Any person who submits a report under section 510(k) for a type of device that has not been previously classified under this Act, and that is classified into class III under paragraph (1), may request, within 30 days after receiving written notice of such a classification, the Secretary to classify the device into class I or II under the criteria set forth in subparagraphs (A) through (C) subsection (a)(1). The person may, in the request, recommend to the Secretary a classification for the device. The request shall describe the device and provide detailed information and reasons for the recommended classification.

"(B)(i) Not later than 60 days after the date of the submission of the request under subparagraph (A) for classification of a device under the criteria set forth in subparagraphs (A) through (C) of subsection (a)(1), the Secretary shall by written order classify the device. Such classification shall be the initial classification of the device for purposes of paragraph (1) and any device classified under this paragraph into class I or II shall be a predicate device for determining substantial equivalence under paragraph (1).

"(ii) A device that remains in class III under this subparagraph shall be deemed to be adulterated within the meaning of section 501(f)(1)(B) until approved under section 515 or exempted from such approval under section 520(g).

"(C) Within 30 days after the issuance of an order classifying a device under this paragraph, the Secretary shall publish a notice in the Federal Register announcing such classification."

#### SEC. 605. SECRETARY'S DISCRETION TO TRACK DEVICES.

(a) RELEASE OF INFORMATION.—Section 519(e) (21 U.S.C. 360i(e)) is amended by adding at the end the following flush sentence:

"Any patient receiving a device subject to tracking under this section may refuse to release, or refuse permission to release, the patient's name, address, social security number, or other identifying information for the purpose of tracking."

(b) PUBLICATION OF CERTAIN DEVICES.—Not later than 180 days after the date of enactment of this Act, the Secretary of Health and Human Services shall develop and publish in the Federal Register a list that identifies each type of device subject to tracking under section 519(e)(1) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360i(e)(1)). Each device not identified by the Secretary of Health and Human Services under this subsection or designated by the Secretary under section 519(e)(2) shall be deemed to be exempt from the mandatory tracking requirement under section 519 of such Act. The Secretary of Health and Human Services shall have authority to modify the list of devices exempted from the mandatory tracking requirements.

#### SEC. 606. SECRETARY'S DISCRETION TO CONDUCT POSTMARKET SURVEILLANCE.

(a) IN GENERAL.—Section 522 (21 U.S.C. 360l) is amended by striking "SEC. 522." and all that follows through "(2) DISCRETIONARY SURVEILLANCE.—The" and inserting the following:

"SEC. 522. (a) DISCRETIONARY SURVEILLANCE.—The"

(b) SURVEILLANCE APPROVAL.—Section 522(b) (21 U.S.C. 360l(b)) is amended to read as follows:

"(b) SURVEILLANCE APPROVAL.—

"(1) IN GENERAL.—Each manufacturer that receives notice from the Secretary that the manufacturer is required to conduct surveillance of a device under subsection (a) shall, not later than 30 days after receiving the notice, submit for the approval of the Secretary, a plan for the required surveillance.

"(2) DETERMINATION.—Not later than 60 days after the receipt of the plan, the Secretary shall determine if a person proposed in the plan to conduct the surveillance has sufficient qualifications and experience to conduct the surveillance and if the plan will result in the collection of useful data that can reveal unforeseen adverse events or other information necessary to protect the public health and to provide safety and effectiveness information for the device.

"(3) LIMITATION ON PLAN APPROVAL.—The Secretary may not approve the plan until the plan has been reviewed by a qualified scientific and technical review committee established by the Secretary."

(c) DURATION OF SURVEILLANCE.—Section 522 (21 U.S.C. 360l), as amended by subsection (b), is further amended by adding at the end the following:

"(c) DURATION OF SURVEILLANCE.—

"(1) IN GENERAL.—Each manufacturer required to conduct surveillance of a device under subsection (a) shall be required to conduct such surveillance for not longer than 24 months.

"(2) EXTENSION OF THE PERIOD OF SURVEILLANCE.—If the Secretary determines that additional surveillance is needed to identify the incidence of adverse events documented during the initial period of surveillance that were not foreseen at the time of approval or classification of the device, the Secretary may extend the period of surveillance for such time as may be necessary after providing the person required to conduct such surveillance an opportunity for an informal hearing to determine whether or not additional surveillance is appropriate and to determine the appropriate period, if any, for such surveillance."

#### SEC. 607. REPORTING.

(a) REPORTS.—Section 519 (21 U.S.C. 360i) is amended—

(1) in subsection (a)—

(A) in the first sentence by striking "make such reports, and provide such information," and inserting "and submit such samples and components of devices (as required by paragraph (10)),"; and

(B) by inserting after the first sentence the following: "Every person who is a manufacturer or importer of a device intended for human use shall make reports, and provide such information, as the Secretary may by regulation reasonably require to assure that such device is not adulterated or misbranded and to assure the safety and effectiveness of such device."

(C) in the last sentence by striking "sentence" and inserting "sentences";

(D) in paragraph (8), by striking "; and" and inserting a semicolon; and

(E) by striking paragraph (9) and inserting the following:

"(9) shall require distributors to keep records and make such records available to the Secretary upon request; and";

(2) by striking subsection (d); and

(3) in subsection (f), by striking ", importer, or distributor" each place it appears and inserting "or importer".

(b) REGISTRATION.—Section 510(g) (21 U.S.C. 360(g)) is amended—

(1) by redesignating paragraph (4) as paragraph (5);

(2) by inserting after paragraph (3), the following:

"(4) any distributor who acts as a wholesale distributor of devices, and who does not manufacture, repackage, process, or relabel a device; or"; and

(3) by adding at the end the following flush sentence:



"In this subsection, the term 'wholesale distributor' means any person who distributes a device from the original place of manufacture to the person who makes the final delivery or sale of the device to the ultimate consumer or user."

#### **SEC. 608. PILOT AND SMALL-SCALE MANUFACTURE.**

Section 505(c) (21 U.S.C. 355(c)) is amended by adding at the end the following:

"(4) A new drug manufactured in a pilot or other small facility may be used to demonstrate the safety and effectiveness of the new drug and to obtain approval of the new drug prior to scaling up to a larger facility, unless the Secretary determines that a full scale production facility is necessary to ensure the safety or effectiveness of the new drug."

#### **SEC. 609. REQUIREMENTS FOR RADIOPHARMACEUTICALS.**

(a) REQUIREMENTS.—

(1) REGULATIONS.—

(A) PROPOSED REGULATIONS.—Not later than 180 days after the date of enactment of this Act, the Secretary of Health and Human Services, after consultation with patient advocacy groups, associations, physicians licensed to use radiopharmaceuticals, and the regulated industry, shall issue proposed regulations governing the approval of radiopharmaceuticals designed for diagnosis and monitoring of diseases and conditions. The regulations shall provide that the determination of the safety and effectiveness of such a radiopharmaceutical under section 505 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 355) or section 351 of the Public Health Service Act (42 U.S.C. 262) shall include (but not be limited to) consideration of the proposed use of the radiopharmaceutical in the practice of medicine, the pharmacological and toxicological activity of the radiopharmaceutical (including any carrier or ligand component of the radiopharmaceutical), and the estimated absorbed radiation dose of the radiopharmaceutical.

(B) FINAL REGULATIONS.—Not later than 18 months after the date of enactment of this Act, the Secretary shall promulgate final regulations governing the approval of the radiopharmaceuticals.

(2) SPECIAL RULE.—In the case of a radiopharmaceutical intended to be used for diagnostic or monitoring purposes, the indications for which such radiopharmaceutical is approved for marketing may, in appropriate cases, refer to manifestations of disease (such as biochemical, physiological, anatomical, or pathological processes) common to, or present in, 1 or more disease states.

(b) DEFINITION.—In this section, the term "radiopharmaceutical" means—

(1) an article—

(A) that is intended for use in the diagnosis or monitoring of a disease or a manifestation of a disease in humans; and

(B) that exhibits spontaneous disintegration of unstable nuclei with the emission of nuclear particles or photons; or

(2) any nonradioactive reagent kit or nuclide generator that is intended to be used in the preparation of any such article.

#### **SEC. 610. MODERNIZATION OF REGULATION OF BIOLOGICAL PRODUCTS.**

(a) LICENSES.—

(1) IN GENERAL.—Section 351(a) of the Public Health Service Act (42 U.S.C. 262(a)) is amended to read as follows:

"(a)(1) Except as provided in paragraph (4), no person shall introduce or deliver for introduction into interstate commerce any biological product unless—

"(A) a biologics license is in effect for the biological product; and

"(B) each package of the biological product is plainly marked with—

"(i) the proper name of the biological product contained in the package;

"(ii) the name, address, and applicable license number of the manufacturer of the biological product; and

"(iii) the expiration date of the biological product.

"(2)(A) The Secretary shall establish, by regulation, requirements for the approval, suspension, and revocation of biologics licenses.

"(B) The Secretary shall approve a biologics license application on the basis of a demonstration that—

"(i) the biological product that is the subject of the application is safe, pure, and potent; and

"(ii) the facility in which the biological product is manufactured, processed, packed, or held meets standards designed to assure that the biological product continues to be safe, pure, and potent.

"(3) A biologics license application shall be approved only if the applicant (or other appropriate person) consents to the inspection of the facility that is the subject of the application, in accordance with subsection (c).

"(4) The Secretary shall prescribe requirements under which a biological product undergoing investigation shall be exempt from the requirements of paragraph (1)."

(2) ELIMINATION OF EXISTING LICENSE REQUIREMENT.—Section 351(d) of the Public Health Service Act (42 U.S.C. 262(d)) is amended—

(A) by striking "(d)(1)" and all that follows through "of this section.";;

(B) in paragraph (2)—

(i) by striking "(2)(A) Upon" and inserting "(d)(1) Upon;" and

(ii) by redesignating subparagraph (B) as paragraph (2); and

(C) in paragraph (2) (as so redesignated by subparagraph (B)(ii))—

(i) by striking "subparagraph (A)" and inserting "paragraph (1)"; and

(ii) by striking "this subparagraph" each place it appears and inserting "this paragraph".

(b) LABELING.—Section 351(b) of the Public Health Service Act (42 U.S.C. 262(b)) is amended to read as follows:

"(b) No person shall falsely label or mark any package or container of any biological product or alter any label or mark on the package or container of the biological product so as to falsify the label or mark."

(c) INSPECTION.—Section 351(c) of the Public Health Service Act (42 U.S.C. 262(c)) is amended by striking "virus, serum," and all that follows and inserting "biological product."

(d) DEFINITION; APPLICATION.—Section 351 of the Public Health Service Act (42 U.S.C. 262) is amended by adding at the end the following:

"(i) In this section, the term 'biological product' means a virus, therapeutic serum, toxin, antitoxin, vaccine, blood, blood component or derivative, allergenic product, analogous product, or arsenamine or derivative of arsenamine (or any other trivalent organic arsenic compound), applicable to the prevention, treatment, or cure of a disease or condition of human beings."

(e) CONFORMING AMENDMENT.—Section 503(g)(4) (21 U.S.C. 353(g)(4)) is amended—

(1) in subparagraph (A)—

(A) by striking "section 351(a)" and inserting "section 351(i)"; and

(B) by striking "262(a)" and inserting "262(i)"; and

(2) in subparagraph (B)(iii), by striking "product or establishment license under subsection (a) or (d)" and inserting "biologics license application under subsection (a)".

(f) SPECIAL RULE.—The Secretary of Health and Human Services shall take measures to minimize differences in the review and approval of products required to have approved biologics license applications under section 351 of the Public Health Service Act (42 U.S.C. 262) and products required to have approved full new drug applications under section 505(b)(1) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 355(b)(1)).

#### **SEC. 611. APPROVAL OF SUPPLEMENTAL APPLICATIONS FOR APPROVED PRODUCTS.**

(a) PERFORMANCE STANDARDS.—Not later than 180 days after the date of enactment of this section, the Secretary of Health and Human Services shall publish in the Federal Register performance standards for the prompt review of supplemental applications submitted for approved articles under the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 321 et seq.).

(b) GUIDANCE TO INDUSTRY.—Not later than 180 days after the date of enactment of this section, the Secretary of Health and Human Services shall issue final guidances to clarify the requirements for, and facilitate the submission of data to support, the approval of supplemental applications for the approved articles described in subsection (a). The guidances shall—

(1) clarify circumstances in which published matter may be the basis for approval of a supplemental application;

(2) specify data requirements that will avoid duplication of previously submitted data by recognizing the availability of data previously submitted in support of an original application; and

(3) define supplemental applications that are eligible for priority review.

(c) RESPONSIBILITIES OF CENTERS.—The Secretary of Health and Human Services shall designate an individual in each center within the Food and Drug Administration (except the Center for Food Safety and Applied Nutrition) to be responsible for—

(1) encouraging the prompt review of supplemental applications for approved articles; and

(2) working with sponsors to facilitate the development and submission of data to support supplemental applications.

(d) COLLABORATION.—The Secretary of Health and Human Services shall implement programs and policies that will foster collaboration between the Food and Drug Administration, the National Institutes of Health, professional medical and scientific societies, and other persons, to identify published and unpublished studies that may support a supplemental application, and to encourage sponsors to make supplemental applications or conduct further research in support of a supplemental application based, in whole or in part, on such studies.

#### **SEC. 612. HEALTH CARE ECONOMIC INFORMATION.**

Section 502 (21 U.S.C. 352) is amended by adding at the end the following:

"(u) In the case of a health care economic statement that is included in labeling or advertising provided to a formulary committee, managed care organization, or similar entity with responsibility for drug selection decisions (other than the label or approved physician package insert) relating to an indication approved under section 505 or 351 of the Public Health Service Act (42 U.S.C. 262), if the health care economic statement is not based on competent and reliable scientific evidence. The only requirements applicable to any such statement under this Act shall be the requirements of this paragraph. In this paragraph, the term 'health care economic statement' means any statement that identifies, measures, or compares the costs (direct, indirect, and intangible) and health care consequences of a drug to another drug, to another health care intervention for the same indication, or to no intervention, where the primary endpoint is an economic outcome."

#### **SEC. 613. EXPEDITING STUDY AND APPROVAL OF FAST TRACK DRUGS.**

(a) IN GENERAL.—Chapter V (21 U.S.C. 351 et seq.), as amended by section 102, is further amended by adding at the end the following:

"SUBCHAPTER E—FAST TRACK DRUGS

##### **"SEC. 561. FAST TRACK DRUGS.**

"(a) DESIGNATION OF DRUG AS A FAST TRACK DRUG.—

"(1) IN GENERAL.—The Secretary shall facilitate development, and expedite review and approval of new drugs and biological products

that are intended for the treatment of serious or life-threatening conditions and that demonstrate the potential to address unmet medical needs for such conditions. In this Act, such products shall be known as 'fast track drugs'.

"(2) REQUEST FOR DESIGNATION.—The sponsor of a drug (including a biological product) may request the Secretary to designate the drug as a fast track drug. A request for the designation may be made concurrently with, or at any time after, submission of an application for the investigation of the drug under section 505(i) or section 351(a)(4) of the Public Health Service Act.

"(3) DESIGNATION.—Within 30 calendar days after the receipt of a request under paragraph (2), the Secretary shall determine whether the drug that is the subject of the request meets the criteria described in paragraph (1). If the Secretary finds that the drug meets the criteria, the Secretary shall designate the drug as a fast track drug and shall take such actions as are appropriate to expedite the development and review of the drug.

"(b) APPROVAL OF APPLICATION FOR A FAST TRACK DRUG.—

"(1) IN GENERAL.—The Secretary may approve an application for approval of a fast track drug under section 505(b) or section 351 of the Public Health Service Act (21 U.S.C. 262) upon a determination that the drug has an effect on a surrogate endpoint that is reasonably likely to predict clinical benefit.

"(2) LIMITATION.—Approval of a fast track drug under this subsection may be subject to the requirements—

"(A) that the sponsor conduct appropriate post-approval studies to validate the surrogate endpoint or otherwise confirm the clinical benefit of the drug; and

"(B) that the sponsor submit copies of all promotional materials related to the fast track drug during the preapproval review period and following approval, at least 30 days prior to dissemination of the materials for such period of time as the Secretary deems appropriate.

"(3) EXPEDITED WITHDRAWAL OF APPROVAL.—The Secretary may withdraw approval of a fast track drug using expedited procedures (as prescribed by the Secretary in regulations) including a procedure that provides an opportunity for an informal hearing, if—

"(A) the sponsor fails to conduct any required post-approval study of the fast track drug with due diligence;

"(B) a post-approval study of the fast track drug fails to verify clinical benefit of the fast track drug;

"(C) other evidence demonstrates that the fast track drug is not safe or effective under conditions of use of the drug; or

"(D) the sponsor disseminates false or misleading promotional materials with respect to the fast track drug.

"(c) REVIEW OF INCOMPLETE APPLICATIONS FOR APPROVAL OF A FAST TRACK DRUG.—

"(1) IN GENERAL.—If preliminary evaluation by the Secretary of clinical efficacy data for a fast track drug under investigation shows evidence of effectiveness, the Secretary shall evaluate for filing, and may commence review of portions, of an application for the approval of the drug if the applicant provides a schedule for submission of information necessary to make the application complete and any fee that may be required under section 736.

"(2) EXCEPTION.—Any time period for review of human drug applications that has been agreed to by the Secretary and that has been set forth in goals identified in letters of the Secretary (relating to the use of fees collected under section 736 to expedite the drug development process and the review of human drug applications) shall not apply to an application submitted under paragraph (1) until the date on which the application is complete.

"(d) AWARENESS EFFORTS.—The Secretary shall—

"(1) develop and widely disseminate to physicians, patient organizations, pharmaceutical

and biotechnology companies, and other appropriate persons a comprehensive description of the provisions applicable to fast track drugs established under this section; and

"(2) establish an ongoing program to encourage the development of surrogate endpoints that are reasonably likely to predict clinical benefit for serious or life-threatening conditions for which there exist significant unmet medical needs."

"(b) GUIDANCE.—Within 1 year after the date of enactment of this Act, the Secretary of Health and Human Services shall issue guidance for fast track drugs that describes the policies and procedures that pertain to section 561 of the Federal Food, Drug, and Cosmetic Act.

#### **SEC. 614. MANUFACTURING CHANGES FOR DRUGS AND BIOLOGICS.**

"(a) IN GENERAL.—Chapter VII (21 U.S.C. 371 et seq.), as amended by section 602, is further amended by adding at the end the following:

##### **"SUBCHAPTER E—MANUFACTURING CHANGES**

##### **"SEC. 751. MANUFACTURING CHANGES.**

"(a) IN GENERAL.—A change in the manufacture of a new drug, including a biological product, may be made in accordance with this section.

"(b) CHANGES.—

"(1) VALIDATION.—Before distributing a drug made after a change in the manufacture of the drug from the manufacturing process established in the approved new drug application under section 505, or license application under section 351 of the Public Health Service Act, the applicant shall validate the effect of the change on the identity, strength, quality, purity, and potency of the drug as the identity, strength, quality, purity, and potency may relate to the safety or effectiveness of the drug.

"(2) REPORTS.—The applicant shall report the change described in paragraph (1) to the Secretary and may distribute a drug made after the change as follows:

"(A) MAJOR MANUFACTURING CHANGES.

"(i) IN GENERAL.—Major manufacturing changes, which are of a type determined by the Secretary to have substantial potential to adversely affect the identity, strength, quality, purity, or potency of the drug as the identity, strength, quality, purity, and potency may relate to the safety or effectiveness of a drug, shall be submitted to the Secretary in a supplemental application and drugs made after such changes may not be distributed until the Secretary approves the supplemental application.

"(ii) DEFINITION.—In this subparagraph, the term 'major manufacturing changes' means—

"(1) changes in the qualitative or quantitative formulation of a drug or the specifications in the approved marketing application for the drug (unless exempted by the Secretary from the requirements of this subparagraph);

"(II) changes that the Secretary determines by regulation or issuance of guidance require completion of an appropriate human study demonstrating equivalence of the drug to the drug manufactured before such changes; and

"(III) other changes that the Secretary determines by regulation or issuance of guidance have a substantial potential to adversely affect the safety or effectiveness of the drug.

"(B) OTHER MANUFACTURING CHANGES.—

"(i) IN GENERAL.—As determined by the Secretary, manufacturing changes other than major manufacturing changes shall—

"(1) be made at any time and reported annually to the Secretary, with supporting data; or

"(II) be reported to the Secretary in a supplemental application.

"(ii) DISTRIBUTION OF THE DRUG.—In the case of changes reported in accordance with clause (i)(II)—

"(1) the applicant may distribute the drug 30 days after the Secretary receives the supplemental application unless the Secretary notifies the applicant within such 30-day period that prior approval of such supplemental application is required; and

"(II) the Secretary shall, after making the notification to the applicant under subclause (I), approve or disapprove each such supplemental application.

"(iii) SPECIAL RULE.—The Secretary may determine types of manufacturing changes after which distribution of a drug may commence at the time of submission of such supplemental application."

"(b) EXISTING LAW.—The requirements of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 321 et seq.) and the Public Health Service Act (42 U.S.C. 201 et seq.) that are in effect on the date of enactment of this Act with respect to manufacturing changes shall remain in effect—

"(1) for a period of 24 months after the date of enactment of this Act; or

"(2) until the effective date of regulations promulgated by the Secretary of Health and Human Services implementing section 751 of the Federal Food, Drug, and Cosmetic Act, whichever is sooner.

#### **SEC. 615. DATA REQUIREMENTS FOR DRUGS AND BIOLOGICS.**

Within 12 months after the date of enactment of this Act, the Secretary of the Health and Human Services, acting through the Commissioner of Food and Drugs, shall issue guidance that describes when abbreviated study reports may be submitted, in lieu of full reports, with a new drug application under section 505 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 355) and with a biologics license application under section 351 of the Public Health Service Act (42 U.S.C. 262) for certain types of studies. Such guidance shall describe the kinds of studies for which abbreviated reports are appropriate and the appropriate abbreviated report formats.

#### **SEC. 616. FOOD CONTACT SUBSTANCES.**

"(a) FOOD CONTACT SUBSTANCES.—Section 409(a) (21 U.S.C. 348(a)) is amended—

"(1) in paragraph (1)—

"(A) by striking "subsection (i)" and inserting "subsection (j)"; and

"(B) by striking at the end "or";

"(2) by striking the period at the end of paragraph (2) and inserting "; or";

"(3) by inserting after paragraph (2) the following:

"(3) in the case of a food additive as defined in this Act that is a food contact substance, there is—

"(A) in effect, and such substance and the use of such substance are in conformity with, a regulation issued under this section prescribing the conditions under which such additive may be safely used; or

"(B) a notification submitted under subsection (h) that is effective."; and

"(4) by striking the matter following paragraph (3) (as added by paragraph (2)) and inserting the following flush sentence:

"While such a regulation relating to a food additive, or such a notification under subsection (h) relating to a food additive that is a food contact substance, is in effect, and has not been revoked pursuant to subsection (i), a food shall not, by reason of bearing or containing such a food additive in accordance with the regulation or notification, be considered adulterated under section 402(a)(1)."

"(b) NOTIFICATION FOR FOOD CONTACT SUBSTANCES.—Section 409 (21 U.S.C. 348), as amended by subsection (a), is further amended—

"(1) by redesignating subsections (h) and (i), as subsections (i) and (j), respectively;

"(2) by inserting after subsection (g) the following:

"Notification Relating to a Food Contact Substance

"(h)(1) Subject to such regulations as may be promulgated under paragraph (3), a manufacturer or supplier of a food contact substance may, at least 120 days prior to the introduction or delivery for introduction into interstate commerce of the food contact substance, notify the

Secretary of the identity and intended use of the food contact substance, and of the determination of the manufacturer or supplier that the intended use of such food contact substance is safe under the standard described in subsection (c)(3)(A). The notification shall contain the information that forms the basis of the determination, the fee required under paragraph (5), and all information required to be submitted by regulations promulgated by the Secretary.

“(2)(A) A notification submitted under paragraph (1) shall become effective 120 days after the date of receipt by the Secretary and the food contact substance may be introduced or delivered for introduction into interstate commerce, unless the Secretary makes a determination within the 120-day period that, based on the data and information before the Secretary, such use of the food contact substance has not been shown to be safe under the standard described in subsection (c)(3)(A), and informs the manufacturer or supplier of such determination.

“(B) A decision by the Secretary to object to a notification shall constitute final agency action subject to judicial review.

“(C) In this paragraph, the term ‘food contact substance’ means the substance that is the subject of a notification submitted under paragraph (1), and does not include a similar or identical substance manufactured or prepared by a person other than the manufacturer identified in the notification.

“(3)(A) The process in this subsection shall be utilized for authorizing the marketing of a food contact substance except where the Secretary determines that submission and review of a petition under subsection (b) is necessary to provide adequate assurance of safety, or where the Secretary and any manufacturer or supplier agree that such manufacturer or supplier may submit a petition under subsection (b).

“(B) The Secretary is authorized to promulgate regulations to identify the circumstances in which a petition shall be filed under subsection (b), and shall consider criteria such as the probable consumption of such food contact substance and potential toxicity of the food contact substance in determining the circumstances in which a petition shall be filed under subsection (b).

“(4) The Secretary shall keep confidential any information provided in a notification under paragraph (1) for 120 days after receipt by the Secretary of the notification. After the expiration of such 120 days, the information shall be available to any interested party except for any matter in the notification that is a trade secret or confidential commercial information.

“(5)(A) Each person that submits a notification regarding a food contact substance under this section shall be subject to the payment of a reasonable fee. The fee shall be based on the resources required to process the notification including reasonable administrative costs for such processing.

“(B) The Secretary shall conduct a study of the costs of administering the notification program established under this section and, on the basis of the results of such study, shall, within 18 months after the date of enactment of the Food and Drug Administration Modernization and Accountability Act of 1997, promulgate regulations establishing the fee required by subparagraph (A).

“(C) A notification submitted without the appropriate fee is not complete and shall not become effective for the purposes of subsection (a)(3) until the appropriate fee is paid.

“(D) Fees collected pursuant to this subsection—

“(i) shall not be deposited as an offsetting collection to the appropriations for the Department of Health and Human Services;

“(ii) shall be credited to the appropriate account of the Food and Drug Administration; and

“(iii) shall be available in accordance with appropriation Acts until expended, without fiscal year limitation.

“(6) In this section, the term ‘food contact substance’ means any substance intended for use as a component of materials used in manufacturing, packing, packaging, transporting, or holding food if such use is not intended to have any technical effect in such food.”;

(3) in subsection (i), as so redesignated by paragraph (1), by adding at the end the following: “The Secretary shall by regulation prescribe the procedure by which the Secretary may deem a notification under subsection (h) to no longer be effective.”; and

(4) in subsection (j), as so redesignated by paragraph (1), by striking “subsections (b) to (h)” and inserting “subsections (b) to (i)”.

(c) **EFFECTIVE DATE.**—Notifications under section 409(h) of the Federal Food, Drug, and Cosmetic Act, as added by subsection (b), may be submitted beginning 18 months after the date of enactment of this Act.

#### **SEC. 617. HEALTH CLAIMS FOR FOOD PRODUCTS.**

Section 403(r)(3) (21 U.S.C. 343(r)(3)) is amended by adding at the end the following:

“(C) Notwithstanding the provisions of clauses (A)(i) and (B), a claim of the type described in subparagraph (1)(B) that is not authorized by the Secretary in a regulation promulgated in accordance with clause (B) shall be authorized and may be made if—

“(i) an authoritative scientific body of the Federal Government with official responsibility for public health protection or research directly relating to human nutrition (such as the National Institutes of Health or the Centers for Disease Control and Prevention), the National Academy of Sciences, or a subdivision of the scientific body or the National Academy of Sciences, has published an authoritative statement, which is currently in effect, about the relationship between a nutrient and a disease or health-related condition to which the claim refers;

“(ii) a person has submitted to the Secretary at least 90 days before the first introduction of a food into interstate commerce a notice of the claim, including a concise description of the basis upon which such person relied for determining that the requirements of subclause (i) have been satisfied;

“(iii) the claim and the food for which the claim is made are in compliance with clause (A)(ii), and are otherwise in compliance with paragraph (a) and section 201(n); and

“(iv) the claim is stated in a manner so that the claim is an accurate representation of the authoritative statement referred to in subclause (i) and so that the claim enables the public to comprehend the information provided in the claim and to understand the relative significance of such information in the context of a total daily diet.

For purposes of this paragraph, a statement shall be regarded as an authoritative statement of such a scientific body described in subclause (i) only if the statement is published by the scientific body and shall not include a statement of an employee of the scientific body made in the individual capacity of the employee.

“(D) A claim meeting the requirements of clause (C) may be made until—

“(i) such time as the Secretary issues a final regulation under clause (B) prohibiting or modifying the claim, and the regulation has become effective; or

“(ii) a district court of the United States in an enforcement proceeding under chapter III has determined that the requirements of clause (C) have not been met.”.

#### **SEC. 618. PEDIATRIC STUDIES MARKETING EXCLUSIVITY.**

Chapter V of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 351 et seq.) is amended by inserting after section 505 the following:

##### **“SEC. 505A. PEDIATRIC STUDIES OF DRUGS.**

“(a) **MARKET EXCLUSIVITY FOR NEW DRUGS.**—If, prior to approval of an application that is submitted under section 505(b)(1) the Secretary

determines that information relating to the use of a drug in the pediatric population may produce health benefits in that population, the Secretary makes a written request for pediatric studies (which may include a timeframe for completing such studies), and such studies are completed within any such timeframe and the reports thereof submitted in accordance with subsection (d)(2) or completed within any such timeframe and the reports thereof are accepted in accordance with subsection (d)(3)—

“(1)(A) the period during which an application may not be submitted under subsections (c)(3)(D)(ii) and (j)(4)(D)(ii) of section 505 shall be five years and six months rather than five years, and the references in subsections (c)(3)(D)(ii) and (j)(4)(D)(ii) of section 505 to four years, to forty-eight months, and to seven and one-half years shall be deemed to be four and one-half years, fifty-four months, and eight years, respectively; or

“(B) the period of market exclusivity under subsections (c)(3)(D) (iii) and (iv) and (j)(4)(D) (iii) and (iv) of section 505 shall be three years and six months rather than three years; and

“(2)(A) if the drug is the subject of—

“(i) a listed patent for which a certification has been submitted under section 505(b)(2)(A)(ii) or section (j)(2)(A)(vii)(II) and for which pediatric studies were submitted prior to the expiration of the patent (including any patent extensions); or

“(ii) a listed patent for which a certification has been submitted under section 505(b)(2)(A)(iii) or section 505(j)(2)(A)(vii)(III), the period during which an application may not be approved under section 505(c)(3) or section 505(j)(4)(B) shall be extended by a period of six months after the date the patent expires (including any patent extensions); or

“(B) if the drug is the subject of a listed patent for which a certification has been submitted under section 505(b)(2)(A)(iv) or section 505(j)(2)(A)(vii)(IV), and in the patent infringement litigation resulting from the certification the court determines that the patent is valid and would be infringed, the period during which an application may not be approved under section 505(c)(3) or section 505(j)(4)(B) shall be extended by a period of six months after the date the patent expires (including any patent extensions).

“(b) **SECRETARY TO DEVELOP LIST OF DRUGS FOR WHICH ADDITIONAL PEDIATRIC INFORMATION MAY BE BENEFICIAL.**—Not later than 180 days after the date of enactment of this section, the Secretary, after consultation with experts in pediatric research (such as the American Academy of Pediatrics, the Pediatric Pharmacology Research Unit Network, and the United States Pharmacopoeia) shall develop, prioritize, and publish an initial list of approved drugs for which additional pediatric information may produce health benefits in the pediatric population. The Secretary shall annually update the list.

“(c) **MARKET EXCLUSIVITY FOR ALREADY-MARKETED DRUGS.**—If the Secretary makes a written request for pediatric studies (which may include a timeframe for completing such studies) concerning a drug identified in the list described in subsection (b) to the holder of an approved application under section 505(b)(1) for the drug, the holder agrees to the request, and the studies are completed within any such timeframe and the reports thereof submitted in accordance with subsection (d)(2) or completed within any such timeframe and the reports thereof accepted in accordance with subsection (d)(3)—

“(1)(A) the period during which an application may not be submitted under subsections (c)(3)(D)(ii) and (j)(4)(D)(ii) of section 505 shall be five years and six months rather than five years, and the references in subsections (c)(3)(D)(ii) and (j)(4)(D)(ii) of section 505 to four years, to forty-eight months, and to seven and one-half years shall be deemed to be four

and one-half years, fifty-four months, and eight years, respectively; or

“(B) the period of market exclusivity under subsections (c)(3)(D) (iii) and (iv) and (j)(4)(D) (iii) and (iv) of section 505 shall be three years and six months rather than three years; and

“(2)(A) if the drug is the subject of—

“(i) a listed patent for which a certification has been submitted under section 505(b)(2)(A)(ii) or (j)(2)(A)(vii)(II) and for which pediatric studies were submitted prior to the expiration of the patent (including any patent extensions); or

“(ii) a listed patent for which a certification has been submitted under section 505(b)(2)(A)(iii) or section 505(j)(2)(A)(vii)(III), the period during which an application may not be approved under section 505(c)(3) or section 505(j)(4)(B) shall be extended by a period of six months after the date the patent expires (including any patent extensions); or

“(B) if the drug is the subject of a listed patent for which a certification has been submitted under section 505(b)(2)(A)(iv) or section 505(j)(2)(A)(vii)(IV), and in the patent infringement litigation resulting from the certification the court determines that the patent is valid and would be infringed, the period during which an application may not be approved under section 505(c)(3) or section 505(j)(4)(B) shall be extended by a period of six months after the date the patent expires (including any patent extensions).

“(d) CONDUCT OF PEDIATRIC STUDIES.—

“(1) AGREEMENT FOR STUDIES.—The Secretary may, pursuant to a written request for studies, after consultation with—

“(A) the sponsor of an application for an investigational new drug under section 505(i);

“(B) the sponsor of an application for a drug under section 505(b)(1); or

“(C) the holder of an approved application for a drug under section 505(b)(1),

agree with the sponsor or holder for the conduct of pediatric studies for such drug.

“(2) WRITTEN PROTOCOLS TO MEET THE STUDIES REQUIREMENT.—If the sponsor or holder and the Secretary agree upon written protocols for the studies, the studies requirement of subsection (a) or (c) is satisfied upon the completion of the studies and submission of the reports thereof in accordance with the original written request and the written agreement referred to in paragraph (1). Not later than 60 days after the submission of the report of the studies, the Secretary shall determine if such studies were or were not conducted in accordance with the original written request and the written agreement and reported in accordance with the requirements of the Secretary for filing and so notify the sponsor or holder.

“(3) OTHER METHODS TO MEET THE STUDIES REQUIREMENT.—If the sponsor or holder and the Secretary have not agreed in writing on the protocols for the studies, the studies requirement of subsection (a) or (c) is satisfied when such studies have been completed and the reports accepted by the Secretary. Not later than 90 days after the submission of the reports of the studies, the Secretary shall accept or reject such reports and so notify the sponsor or holder. The Secretary's only responsibility in accepting or rejecting the reports shall be to determine, within the 90 days, whether the studies fairly respond to the written request, whether such studies have been conducted in accordance with commonly accepted scientific principles and protocols, and whether such studies have been reported in accordance with the requirements of the Secretary for filing.

“(e) DELAY OF EFFECTIVE DATE FOR CERTAIN APPLICATIONS; PERIOD OF MARKET EXCLUSIVITY.—If the Secretary determines that the acceptance or approval of an application under section 505(b)(2) or 505(j) for a drug may occur after submission of reports of pediatric studies under this section, which were submitted prior to the expiration of the patent (including any patent extension) or market exclusivity protection, but before the Secretary has determined whether the requirements of subsection (d) have

been satisfied, the Secretary shall delay the acceptance or approval under section 505(b)(2) or 505(j), respectively, until the determination under subsection (d) is made, but such delay shall not exceed 90 days. In the event that requirements of this section are satisfied, the applicable period of market exclusivity referred to in subsection (a) or (c) shall be deemed to have been running during the period of delay.

“(f) NOTICE OF DETERMINATIONS ON STUDIES REQUIREMENT.—The Secretary shall publish a notice of any determination that the requirements of subsection (d) have been met and that submissions and approvals under section 505(b)(2) or (j) for a drug will be subject to the provisions of this section.

“(g) DEFINITIONS.—As used in this section, the term ‘pediatric studies’ or ‘studies’ means at least 1 clinical investigation (that, at the Secretary's discretion, may include pharmacokinetic studies) in pediatric age-groups in which a drug is anticipated to be used.

“(h) LIMITATION.—The holder of an approved application for a new drug that has already received six months of market exclusivity under subsection (a) or (c) may, if otherwise eligible, obtain six months of market exclusivity under subsection (c)(1)(B) for a supplemental application, except that the holder is not eligible for exclusivity under subsection (c)(2).

“(i) SUNSET.—No period of market exclusivity shall be granted under this section based on studies commenced after January 1, 2004. The Secretary shall conduct a study and report to Congress not later than January 1, 2003 based on the experience under the program. The study and report shall examine all relevant issues, including—

“(1) the effectiveness of the program in improving information about important pediatric uses for approved drugs;

“(2) the adequacy of the incentive provided under this section;

“(3) the economic impact of the program; and

“(4) any suggestions for modification that the Secretary deems appropriate.”

#### SEC. 619. POSITRON EMISSION TOMOGRAPHY.

(a) REGULATION OF COMPOUNDED POSITRON EMISSION TOMOGRAPHY DRUGS UNDER THE FEDERAL FOOD, DRUG, AND COSMETIC ACT.—

(1) DEFINITION.—Section 201 (21 U.S.C. 321), as amended by section 405, is further amended by adding at the end the following:

“(jj) The term ‘compounded positron emission tomography drug’ means a drug that—

“(1) exhibits spontaneous disintegration of unstable nuclei, including the emission of positrons;

“(2) includes any nonradioactive reagent, reagent kit, ingredient, nuclide generator, accelerator, target material, electronic synthesizer, or other apparatus or computer program to be used in the preparation of any such drug; and

“(3)(A) has been compounded in a State in accordance with State law for a patient or for research, teaching, or quality control by or on the order of a practitioner licensed by that State to compound or order such a drug; or

“(B) has been compounded in a Federal facility in a State in accordance with the law of the State in which the facility is located.”

(b) REGULATION AS A DRUG.—Section 501(a)(2) (21 U.S.C. 351(a)(2)) is amended by striking “; or (3)” and inserting the following: “; or (C) if it is a compounded positron emission tomography drug and the methods used in, or the facilities and controls used for, its compounding, processing, packing, or holding do not conform to or are not operated or administered in conformity with the positron emission tomography compounding standards and the official monographs of the United States Pharmacopoeia to assure that such drug meets the requirements of this Act as to safety and has the identity and strength, and meets the quality and purity characteristics, which it purports or is represented to possess; or (3)”.

(c) REGULATION AS A NEW DRUG.—Section 505 (21 U.S.C. 355) is amended by adding at the end the following:

“(n) The provisions of subsections (a) and (j) shall not apply to the preparation of a compounded positron emission tomography drug.”

(d) REVOCATION OF CERTAIN INCONSISTENT DOCUMENTS.—Not later than 30 days after the date of enactment of this Act, the Secretary of Health and Human Services shall publish in the Federal Register a notice revoking—

(1) a notice entitled “Regulation of Positron Emission Tomographic Drug Products: Guidance; Public Workshop”, published in the Federal Register of February 27, 1995;

(2) a notice entitled “Guidance for Industry: Current Good Manufacturing Practices for Positron Emission Tomographic (PET) Drug Products”, published in the Federal Register of April 22, 1997; and

(3) a final rule entitled “Current Good Manufacturing Practice for Finished Pharmaceuticals; Positron Emission Tomography”, published in the Federal Register of April 22, 1997.

#### TITLE VII—FEES RELATING TO DRUGS

##### SEC. 701. SHORT TITLE.

This title may be cited as the “Prescription Drug User Fee Reauthorization Act of 1997”.

##### SEC. 702. FINDINGS.

Congress finds that—

(1) prompt approval of safe and effective new drugs and other therapies is critical to the improvement of the public health so that patients may enjoy the benefits provided by these therapies to treat and prevent illness and disease;

(2) the public health will be served by making additional funds available for the purpose of augmenting the resources of the Food and Drug Administration that are devoted to the process for review of human drug applications;

(3) the provisions added by the Prescription Drug User Fee Act of 1992 have been successful in substantially reducing review times for human drug applications and should be—

(A) reauthorized for an additional 5 years, with certain technical improvements; and

(B) carried out by the Food and Drug Administration with new commitments to implement more ambitious and comprehensive improvements in regulatory processes of the Food and Drug Administration; and

(4) the fees authorized by amendments made in this title will be dedicated toward expediting the drug development process and the review of human drug applications as set forth in the goals identified in the letters of \_\_\_\_\_, and \_\_\_\_\_, from the Secretary of Health and Human Services to the chairman of the Committee on Commerce of the House of Representatives and the chairman of the Committee on Labor and Human Resources of the Senate, as set forth at \_\_\_\_\_ Cong. Rec. \_\_\_\_\_ (daily ed. \_\_\_\_\_, 1997).

##### SEC. 703. DEFINITIONS.

Section 735 (21 U.S.C. 379g) is amended—

(1) in the second sentence of paragraph (1)—

(A) by striking “Service Act, and” and inserting “Service Act.”; and

(B) by striking “September 1, 1992.” and inserting the following: “September 1, 1992, does not include an application for a licensure of a biological product for further manufacturing use only, and does not include an application or supplement submitted by a State or Federal Government entity for a drug or biological product that is not distributed commercially. Such term does include an application for licensure, as described in subparagraph (D), of a large volume biological product intended for single dose injection for intravenous use or infusion.”;

(2) in the second sentence of paragraph (3)—

(A) by striking “Service Act, and” and inserting “Service Act.”; and

(B) by striking “September 1, 1992.” and inserting the following: “September 1, 1992, does not include a biological product that is licensed

for further manufacturing use only, and does not include a drug or biological product that is not distributed commercially and is the subject of an application or supplement submitted by a State or Federal Government entity. Such term does include a large volume biological product intended for single dose injection for intravenous use or infusion.”;

(3) in paragraph (4), by striking “without” and inserting “without substantial”;

(4) in paragraph (7)(A)—

(A) by striking “employees under contract” and all that follows through “Administration,” and inserting “contractors of the Food and Drug Administration,”; and

(B) by striking “and committees,” and inserting “and committees and to contracts with such contractors.”;

(5) in paragraph (8)—

(A) in subparagraph (A)—

(i) by striking “August of” and inserting “April of”; and

(ii) by striking “August 1992” and inserting “April 1997”;

(B) by striking subparagraph (B) and inserting the following:

“(B) 1 plus the total percentage increase for such fiscal year since fiscal year 1997 in basic pay under the General Schedule in accordance with section 5332 of title 5, United States Code, as adjusted by any locality-based comparability payment pursuant to section 5304 of such title for Federal employees stationed in the District of Columbia.”; and

(C) by striking the second sentence; and

(6) by adding at the end the following:

“(9) The term ‘affiliate’ means a business entity that has a relationship with a second business entity if, directly or indirectly—

“(A) 1 business entity controls, or has the power to control, the other business entity; or

“(B) a third party controls, or has power to control both of the business entities.”.

#### SEC. 704. AUTHORITY TO ASSESS AND USE DRUG FEES.

(a) TYPES OF FEES.—Section 736(a) (21 U.S.C. 379h(a)) is amended—

(1) by striking “Beginning in fiscal year 1993” and inserting “Beginning in fiscal year 1998”;

(2) in paragraph (1)—

(A) by striking subparagraph (B) and inserting the following:

“(B) PAYMENT.—The fee required by subparagraph (A) shall be due upon submission of the application or supplement.”;

(B) in subparagraph (D)—

(i) in the subparagraph heading, by striking “NOT ACCEPTED” and inserting “REFUSED”;

(ii) by striking “50 percent” and inserting “75 percent”;

(iii) by striking “subparagraph (B)(i)” and inserting “subparagraph (B)”;

(iv) by striking “not accepted” and inserting “refused”; and

(C) by adding at the end the following:

“(E) EXCEPTION FOR DESIGNATED ORPHAN DRUG OR INDICATION.—A person that submits a human drug application for a prescription drug product that has been designated as a drug for a rare disease or condition pursuant to section 526, or a supplement proposing to include a new indication for a rare disease or condition pursuant to section 526, shall not be assessed a fee under subparagraph (A), unless the human drug application includes indications for other than rare diseases or conditions.

“(F) EXCEPTION FOR APPLICATIONS AND SUPPLEMENTS FOR PEDIATRIC INDICATIONS.—A person that submits a human drug application or supplement that includes an indication for use in pediatric populations shall be assessed a fee under subparagraph (A) only if—

“(i) the application is for initial approval for use in a pediatric population; or

“(ii) the application or supplement is for approval for use in pediatric and non-pediatric populations.

“(G) REFUND OF FEE IF APPLICATION WITHDRAWN.—If an application or supplement is

withdrawn after the application or supplement is filed, the Secretary may waive and refund the fee or a portion of the fee if no substantial work was performed on the application or supplement after the application or supplement was filed.

The Secretary shall have the sole discretion to waive and refund a fee or a portion of the fee under this subparagraph. A determination by the Secretary concerning a waiver or refund under this paragraph shall not be reviewable.”;

(3) in paragraph (2)(A), by striking “505(j), and” and inserting the following: “505(j) or under an abbreviated new drug application pursuant to regulations in effect prior to the implementation of the Drug Price Competition and Patent Term Restoration Act of 1984, or a product approved under an application filed under section 507 that is abbreviated, and”; and

(4) in paragraph (3)—

(A) in subparagraph (A)—

(i) in clause (i), by striking “is listed” and inserting “has been submitted for listing”; and

(ii) by striking “Such fee shall be payable” and all that follows through “section 510.” and inserting the following: “Such fee shall be payable for the fiscal year in which the product is first submitted for listing under section 510, or for relisting under section 510 if the product has been withdrawn from listing and relisted. After such fee is paid for that fiscal year, such fee shall be payable on or before January 31 of each year. Such fee shall be paid only once for each product for a fiscal year in which the fee is payable.”; and

(B) in subparagraph (B), by striking “505(j),” and inserting the following: “505(j), or under an abbreviated new drug application pursuant to regulations in effect prior to the implementation of the Drug Price Competition and Patent Term Restoration Act of 1984, or is a product approved under an application filed under section 507 that is abbreviated.”.

(b) FEE AMOUNTS.—Section 736(b) (21 U.S.C. 379h(b)) is amended to read as follows:

“(b) FEE AMOUNTS.—Except as provided in subsections (c), (d), (f), and (g), the fees required under subsection (a) shall be determined and assessed as follows:

“(1) APPLICATION AND SUPPLEMENT FEES.—

“(A) FULL FEES.—The application fee under subsection (a)(1)(A)(i) shall be \$250,704 in fiscal year 1998, \$256,338 in each of fiscal years 1999 and 2000, \$267,606 in fiscal year 2001, and \$258,451 in fiscal year 2002.

“(B) OTHER FEES.—The fee under subsection (a)(1)(A)(ii) shall be \$125,352 in fiscal year 1998, \$128,169 in each of fiscal years 1999 and 2000, \$133,803 in fiscal year 2001, and \$129,226 in fiscal year 2002.

“(2) FEE REVENUES FOR ESTABLISHMENT FEES.—The total fee revenues to be collected in establishment fees under subsection (a)(2) shall be \$35,600,000 in fiscal year 1998, \$36,400,000 in each of fiscal years 1999 and 2000, \$38,000,000 in fiscal year 2001, and \$36,700,000 in fiscal year 2002.

“(3) TOTAL FEE REVENUES FOR PRODUCT FEES.—The total fee revenues to be collected in product fees under subsection (a)(3) in a fiscal year shall be equal to the total fee revenues collected in establishment fees under subsection (a)(2) in that fiscal year.”.

(c) INCREASES AND ADJUSTMENTS.—Section 736(c) (21 U.S.C. 379h(c)) is amended—

(1) in the subsection heading, by striking “INCREASES AND”;

(2) in paragraph (1)—

(A) by striking “(1) REVENUE” and all that follows through “increased by the Secretary” and inserting the following: “(1) INFLATION ADJUSTMENT.—The fees and total fee revenues established in subsection (b) shall be adjusted by the Secretary”;

(B) in subparagraph (A), by striking “increase” and inserting “change”;

(C) in subparagraph (B), by striking “increase” and inserting “change”; and

(D) by adding at the end the following flush sentence:

“The adjustment made each fiscal year by this subsection will be added on a compounded basis to the sum of all adjustments made each fiscal year after fiscal year 1997 under this subsection.”;

(3) in paragraph (2), by striking “October 1, 1992,” and all that follows through “such schedule.” and inserting the following: “September 30, 1997, adjust the establishment and product fees described in subsection (b) for the fiscal year in which the adjustment occurs so that the revenues collected from each of the categories of fees described in paragraphs (2) and (3) of subsection (b) shall be set to be equal to the revenues collected during the past fiscal year from the category of application and supplement fees described in paragraph (1) of subsection (b).”; and

(4) in paragraph (3), by striking “paragraph (2)” and inserting “this subsection”.

(d) FEE WAIVER OR REDUCTION.—Section 736(d) (21 U.S.C. 379h(d)) is amended—

(1) by redesignating paragraphs (1), (2), (3), and (4) as subparagraphs (A), (B), (C), and (D), respectively and indenting appropriately;

(2) by striking “The Secretary shall grant a” and all that follows through “finds that—” and inserting the following:

“(1) IN GENERAL.—The Secretary shall grant a waiver from or a reduction of 1 or more fees assessed under subsection (a) where the Secretary finds that—”;

(3) in subparagraph (C) (as so redesignated by paragraph (1)), by striking “,” or” and inserting a comma;

(4) in subparagraph (D) (as so redesignated by paragraph (1)), by striking the period and inserting “,” or”;

(5) by inserting after subparagraph (D) (as so redesignated by paragraph (1)) the following:

“(E) the applicant is a small business submitting its first human drug application to the Secretary for review.”; and

(6) by striking “In making the finding in paragraph (3),” and all that follows through “standard costs.” and inserting the following:

“(2) USE OF STANDARD COSTS.—In making the finding in paragraph (1)(C), the Secretary may use standard costs.

“(3) RULES RELATING TO SMALL BUSINESSES.—

“(A) DEFINITION.—In paragraph (1)(E), the term ‘small business’ means an entity that has fewer than 500 employees, including employees of affiliates.

“(B) WAIVER OF APPLICATION FEE.—The Secretary shall waive under paragraph (1)(E) the application fee for the first human drug application that a small business or its affiliate submits to the Secretary for review. After a small business or its affiliate is granted such a waiver, the small business or its affiliate shall pay—

“(i) application fees for all subsequent human drug applications submitted to the Secretary for review in the same manner as an entity that does not qualify as a small business; and

“(ii) all supplement fees for all supplements to human drug applications submitted to the Secretary for review in the same manner as an entity that does not qualify as a small business.”.

(e) ASSESSMENT OF FEES.—Section 736(f) (1) (21 U.S.C. 379h(f)(1)) is amended—

(1) by striking “fiscal year 1993” and inserting “fiscal year 1997”; and

(2) by striking “fiscal year 1992” and inserting “fiscal year 1997 (excluding the amount of fees appropriated for such fiscal year)”.

(f) CREDITING AND AVAILABILITY OF FEES.—Section 736(g) (21 U.S.C. 379h(g)) is amended—

(1) in paragraph (1), by adding at the end the following: “Such sums as may be necessary may be transferred from the Food and Drug Administration salaries and expenses appropriation account without fiscal year limitation to such appropriation account for salaries and expenses with such fiscal year limitation. The sums transferred shall be available solely for the process for the review of human drug applications within the meaning of section 735(6).”;

(2) in paragraph (2)—

(A) in subparagraph (A), by striking "Acts" and inserting "Acts, or otherwise made available for obligation,"; and

(B) in subparagraph (B), by striking "over such costs for fiscal year 1992" and inserting "over such costs, excluding costs paid from fees collected under this section, for fiscal year 1997"; and

(3) by striking paragraph (3) and inserting the following:

"(3) AUTHORIZATION OF APPROPRIATIONS.—There is authorized to be appropriated for fees under this section—

"(A) \$106,800,000 for fiscal year 1998;

"(B) \$109,200,000 for fiscal year 1999;

"(C) \$109,200,000 for fiscal year 2000;

"(D) \$114,000,000 for fiscal year 2001; and

"(E) \$110,100,000 for fiscal year 2002,

as adjusted to reflect adjustments in the total fee revenues made under this section and changes in the total amounts collected by application, supplement, establishment, and product fees.

"(4) OFFSET.—Any amount of fees collected for a fiscal year which exceeds the amount of fees specified in appropriation Acts for such fiscal year, shall be credited to the appropriation account of the Food and Drug Administration as provided in paragraph (1), and shall be subtracted from the amount of fees that would otherwise be authorized to be collected under appropriation Acts for a subsequent fiscal year."

(g) REQUIREMENT FOR WRITTEN REQUESTS FOR WAIVERS, REDUCTIONS, AND FEES.—Section 736 (21 U.S.C. 379h) is amended—

(1) by redesignating subsection (i) as subsection (j); and

(2) by inserting after subsection (h) the following:

"(i) WRITTEN REQUESTS FOR WAIVERS, REDUCTIONS, AND REFUNDS.—To qualify for consideration for a waiver or reduction under subsection (d), or for a refund, of any fee collected in accordance with subsection (a), a person shall submit to the Secretary a written request for such waiver, reduction, or refund not later than 180 days after such fee is due."

(h) SPECIAL RULE FOR WAIVER, REFUNDS, AND EXCEPTIONS.—Any requests for waivers, refunds, or exceptions for fees paid prior to the date of enactment of this Act shall be submitted in writing to the Secretary of Health and Human Services within 1 year after the date of enactment of this Act.

#### SEC. 705. ANNUAL REPORTS.

(a) FIRST REPORT.—Beginning with fiscal year 1998, not later than 60 days after the end of each fiscal year during which fees are collected under part 2 of subchapter C of chapter VII of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379g et seq.), the Secretary of Health and Human Services shall prepare and submit to the Committee on Commerce of the House of Representatives and the Committee on Labor and Human Resources of the Senate a report concerning the progress of the Food and Drug Administration in achieving the goals identified in the letter described in section 702(4) during such fiscal year and the future plans of the Food and Drug Administration for meeting the goals.

(b) SECOND REPORT.—Beginning with fiscal year 1998, not later than 120 days after the end of each fiscal year during which fees are collected under the part described in subsection (a), the Secretary of Health and Human Services shall prepare and submit to the Committee on Commerce of the House of Representatives and the Committee on Labor and Human Resources of the Senate a report on the implementation of the authority for such fees during such fiscal year and the use, by the Food and Drug Administration, of the fees collected during such fiscal year for which the report is made.

#### SEC. 706. EFFECTIVE DATE.

The amendments made by this title shall take effect October 1, 1997.

#### SEC. 707. TERMINATION OF EFFECTIVENESS.

The amendments made by sections 703 and 704 cease to be effective October 1, 2002 and section 705 ceases to be effective 120 days after such date.

### TITLE VIII—MISCELLANEOUS

#### SEC. 801. REGISTRATION OF FOREIGN ESTABLISHMENTS.

Section 510(i) (21 U.S.C. 360(i)) is amended to read as follows:

"(i)(1) Any establishment within any foreign country engaged in the manufacture, preparation, propagation, compounding, or processing of a drug or a device that is imported or offered for import into the United States shall register with the Secretary the name and place of business of the establishment and the name of the United States agent for the establishment.

"(2) The establishment shall also provide the information required by subsection (j).

"(3) The Secretary is authorized to enter into cooperative arrangements with foreign countries to ensure that adequate and effective means are available for purposes of determining, from time to time, whether drugs or devices manufactured, prepared, propagated, compounded, or processed by an establishment described in paragraph (1), if imported or offered for import into the United States, shall be refused admission on any of the grounds set forth in section 801(a)."

#### SEC. 802. ELIMINATION OF CERTAIN LABELING REQUIREMENTS.

(a) PRESCRIPTION DRUGS.—Section 503(b)(4) (21 U.S.C. 353(b)(4)) is amended to read as follows:

"(4)(A) A drug that is subject to paragraph (1) shall be deemed to be misbranded if at any time prior to dispensing the label of the drug fails to bear, at a minimum, the symbol 'Rx only'.

"(B) A drug to which paragraph (1) does not apply shall be deemed to be misbranded if at any time prior to dispensing the label of the drug bears the symbol described in subparagraph (A)."

(b) MISBRANDED DRUG.—Section 502(d) (21 U.S.C. 352(d)) is repealed.

(c) CONFORMING AMENDMENTS.—

(1) Section 503(b)(1) (21 U.S.C. 353(b)(1)) is amended—

(A) by striking subparagraph (A); and

(B) by redesignating subparagraphs (B) and (C) as subparagraphs (A) and (B), respectively.

(2) Section 503(b)(3) (21 U.S.C. 353(b)(3)) is amended by striking "section 502(d) and".

(3) Section 102(9)(A) of the Controlled Substances Act (21 U.S.C. 802(9)(A)) is amended—

(A) in clause (i), by striking "(i)"; and

(B) by striking "(ii)" and all that follows.

#### SEC. 803. CLARIFICATION OF SEIZURE AUTHORITY.

Section 304(d)(1) (21 U.S.C. 334(d)(1)) is amended—

(1) in paragraph (1), in the fifth sentence, by striking "paragraphs (1) and (2) of section 801(e)" and inserting "subparagraphs (A) and (B) of section 801(e)(1)"; and

(2) by inserting after the fifth sentence the following: "Any person seeking to export an imported article pursuant to any of the provisions of this subsection shall establish that the article was intended for export at the time the article entered commerce."

#### SEC. 804. INTRAMURAL RESEARCH TRAINING AWARD PROGRAM.

Chapter IX (21 U.S.C. 391 et seq.), as amended by section 203, is further amended by adding at the end the following:

#### "SEC. 907. INTRAMURAL RESEARCH TRAINING AWARD PROGRAM.

"(a) IN GENERAL.—The Secretary, acting through the Commissioner of Food and Drugs, may, directly or through grants, contracts, or cooperative agreements, conduct and support intramural research training in regulatory scientific programs by predoctoral and postdoctoral scientists and physicians, including the support through the use of fellowships.

"(b) LIMITATION ON PARTICIPATION.—A recipient of a fellowship under subsection (a) may not be an employee of the Federal Government.

"(c) SPECIAL RULE.—The Secretary, acting through the Commissioner of Food and Drugs, may support the provision of assistance for fellowships described in subsection (a) through a Cooperative Research and Development Agreement."

#### SEC. 805. DEVICE SAMPLES.

(a) RECALL AUTHORITY.—

(1) IN GENERAL.—Section 518(e)(2) (21 U.S.C. 360h(e)(2)) is amended by adding at the end the following:

"(C) If the Secretary issues an amended order under subparagraph (A), the Secretary may require the person subject to the order to submit such samples of the device and of components of the device as the Secretary may reasonably require. If the submission of such samples is impracticable or unduly burdensome, the requirement of this subparagraph may be met by the submission of complete information concerning the location of 1 or more such devices readily available for examination and testing."

(2) TECHNICAL AMENDMENT.—Section 518(e)(2)(A) (21 U.S.C. 360h(e)(2)(A)) is amended by striking "subparagraphs (B) and (C)" and inserting "subparagraph (B)".

(b) RECORDS AND REPORTS ON DEVICES.—Section 519(a) (21 U.S.C. 360i(a)) is amended by inserting after paragraph (9) the following:

"(10) may reasonably require a manufacturer, importer, or distributor to submit samples of a device and of components of the device that may have caused or contributed to a death or serious injury, except that if the submission of such samples is impracticable or unduly burdensome, the requirement of this paragraph may be met by the submission of complete information concerning the location of 1 or more such devices readily available for examination and testing."

#### SEC. 806. INTERSTATE COMMERCE.

Section 709 (21 U.S.C. 379a) is amended by striking "a device" and inserting "a device, food, drug, or cosmetic".

#### SEC. 807. NATIONAL UNIFORMITY FOR NON-PRESCRIPTION DRUGS AND COSMETICS.

Chapter VII (21 U.S.C. 371 et seq.), as amended by section 614, is further amended by adding at the end the following:

"SUBCHAPTER F—NATIONAL UNIFORMITY FOR NON-PRESCRIPTION DRUGS FOR HUMAN USE AND COSMETICS

#### "SEC. 761. NATIONAL UNIFORMITY FOR NON-PRESCRIPTION DRUGS AND COSMETICS.

"(a) IN GENERAL.—Except as provided in subsection (b), (c)(1), or (d), no State or political subdivision of a State may establish or continue in effect any requirement—

"(1) that relates to the regulation of a drug intended for human use that is not subject to the requirements of section 503(b)(1) or a cosmetic; and

"(2) that is different from or in addition to, or that is otherwise not identical with, a requirement of this Act, the Poison Prevention Packaging Act of 1970 (15 U.S.C. 1471 et seq.), or the Fair Packaging and Labeling Act (15 U.S.C. 1451 et seq.).

"(b) EXEMPTION.—Upon application of a State, the Secretary may by regulation, after notice and opportunity for written and oral presentation of views, exempt from subsection (a), under such condition as may be prescribed in such regulation, a State requirement that—

"(1) protects an important public interest that would otherwise be unprotected;

"(2) would not cause any drug or cosmetic to be in violation of any applicable requirement or prohibition under Federal law; and

"(3) would not unduly burden interstate commerce.

"(c) SCOPE.—For purposes of subsection (a), a requirement that relates to the regulation of a drug or cosmetic—



"(1) shall not include any requirement that relates to the practice of pharmacy or any requirement that a drug be dispensed only upon the prescription of a practitioner licensed by law to administer such drug; and

"(2) shall be deemed to include any requirement relating to public information or any other form of public communication relating to the safety or effectiveness of a drug or cosmetic.

"(d) NO EFFECT ON PRODUCT LIABILITY LAW.—Nothing in this section shall be construed to modify or otherwise affect any action or the liability of any person under the product liability law of any State."

**SEC. 808. INFORMATION PROGRAM ON CLINICAL TRIALS FOR SERIOUS OR LIFE-THREATENING DISEASES.**

(a) IN GENERAL.—Section 402 of the Public Health Service Act (42 U.S.C. 282) is amended—

(1) by redesignating subsections (j) and (k) as subsections (k) and (l), respectively; and

(2) by inserting after subsection (i), the following:

"(j)(1) The Secretary, acting through the Director of the National Institutes of Health and subject to the availability of appropriations, shall establish, maintain, and operate a program with respect to information on research relating to the treatment, detection, and prevention of serious or life-threatening diseases and conditions. The program shall, with respect to the agencies of the Department of Health and Human Services, be integrated and coordinated, and, to the extent practicable, coordinated with other data banks containing similar information.

"(2)(A) After consultation with the Commissioner of Food and Drugs, the directors of the appropriate agencies of the National Institutes of Health (including the National Library of Medicine), and the Director of the Centers for Disease Control and Prevention, the Secretary shall, in carrying out paragraph (1), establish a data bank of information on clinical trials for drugs, and biologicals, for serious or life-threatening diseases and conditions.

"(B) In carrying out subparagraph (A), the Secretary shall collect, catalog, store and disseminate the information described in such subparagraph. The Secretary shall disseminate such information through information systems, which shall include toll-free telephone communications, available to individuals with serious or life-threatening diseases and conditions, to other members of the public, to health care providers, and to researchers.

"(3) The Data Bank shall include the following:

"(A) A registry of clinical trials (whether federally or privately funded) of experimental treatments for serious or life-threatening diseases and conditions under regulations promulgated pursuant to sections 505 and 520 of the Federal Food, Drug, and Cosmetic Act that provides a description of the purpose of each experimental drug or biological protocol, either with the consent of the protocol sponsor, or when a trial to test efficacy begins. Information provided shall consist of eligibility criteria, a description of the location of trial sites, and a point of contact for those wanting to enroll in the trial, and shall be in a form that can be readily understood by members of the public. Such information must be forwarded to the Data Bank by the sponsor of the trial not later than 21 days after the approval by the Food and Drug Administration.

"(B) Information pertaining to experimental treatments for serious or life-threatening diseases and conditions that may be available—

"(i) under a treatment investigational new drug application that has been submitted to the Food and Drug Administration pursuant to part 312 of title 21, Code of Federal Regulations; or

"(ii) as a Group C cancer drug.

The Data Bank may also include information pertaining to the results of clinical trials of such

treatments, with the consent of the sponsor, including information concerning potential toxicities or adverse effects associated with the use or administration of such experimental treatments.

"(4) The Data Bank shall not include information relating to an investigation if the sponsor has certified to the Secretary that disclosure of such information would substantially interfere with the timely enrollment of subjects in the investigation.

"(5) For the purpose of carrying out this subsection, there are authorized to be appropriated such sums as may be necessary. Fees collected under section 736 of the Federal Food, Drug, and Cosmetic (21 U.S.C. 379h) shall not be authorized or appropriated for use in carrying out this subsection."

(b) COLLABORATION AND REPORT.—

(1) IN GENERAL.—The Secretary of Health and Human Services, the Director of the National Institutes of Health, and the Commissioner of Food and Drugs shall collaborate to determine the feasibility of including device investigations within the scope of the registry requirements set forth in subsection (j) of section 402 of the Public Health Service Act.

(2) REPORT.—Not later than 2 years after the date of enactment of this section, the Secretary of Health and Human Services shall prepare and submit to the Committee on Labor and Human Resources of the Senate and the Committee on Commerce of the House of Representatives a report that shall consider, among other things—

(A) the public health need, if any, for inclusion of device investigations within the scope of the registry requirements set forth in subsection (j) of section 402 of the Public Health Service Act; and

(B) the adverse impact, if any, on device innovation and research in the United States if information relating to such device investigations is required to be publicly disclosed.

**SEC. 809. APPLICATION OF FEDERAL LAW TO THE PRACTICE OF PHARMACY COMPOUNDING.**

Section 503 (21 U.S.C. 353) is amended by adding at the end the following:

"(h)(1) Sections 501(a)(2)(B), 502(f)(1), 502(l), 505, and 507 shall not apply to a drug product if—

"(A) the drug product is compounded for an identified individual patient, based on a medical need for a compounded product—

"(i) by a licensed pharmacist in a State licensed pharmacy or a Federal facility, or a licensed physician, on the prescription order of a licensed physician or other licensed practitioner authorized by State law to prescribe drugs; or

"(ii) by a licensed pharmacist or licensed physician in limited quantities, prior to the receipt of a valid prescription order for the identified individual patient, and is compounded based on a history of the licensed pharmacist or licensed physician receiving valid prescription orders for the compounding of the drug product that have been generated solely within an established relationship between the licensed pharmacist, or licensed physician, and—

"(I) the individual patient for whom the prescription order will be provided; or

"(II) the physician or other licensed practitioner who will write such prescription order; and

"(B) the licensed pharmacist or licensed physician—

"(i) compounds the drug product using bulk drug substances—

"(1) that—

"(aa) comply with the standards of an applicable United States Pharmacopeia monograph; or

"(bb) in a case in which such a monograph does not exist, are drug substances that are covered by regulations issued by the Secretary under paragraph (3);

"(II) that are manufactured by an establishment that is registered under section 510 (includ-

ing a foreign establishment that is registered under section 510(i)); and

"(III) that are accompanied by valid certificates of analysis for each bulk drug substance;

"(ii) compounds the drug product using ingredients (other than bulk drug substances) that comply with the standards of an applicable United States Pharmacopeia monograph and the United States Pharmacopeia chapter on pharmacy compounding;

"(iii) only advertises or promotes the compounding service provided by the licensed pharmacist or licensed physician and does not advertise or promote the compounding of any particular drug, class of drug, or type of drug;

"(iv) does not compound a drug product that appears on a list published by the Secretary in the Federal Register of drug products that have been withdrawn or removed from the market because such drug products or components of such drug products have been found to be unsafe or not effective;

"(v) does not compound a drug product that is identified by the Secretary in regulation as presenting demonstrable difficulties for compounding that reasonably demonstrate an adverse effect on the safety or effectiveness of that drug product; and

"(vi) does not distribute compounded drugs outside of the State in which the drugs are compounded, unless the principal State agency of jurisdiction that regulates the practice of pharmacy in such State has entered into a memorandum of understanding with the Secretary (based on the adequate regulation of compounding performed in the State) that provides for appropriate investigation by the State agency of complaints relating to compounded products distributed outside of the State.

"(2)(A) The Secretary shall, after consultation with the National Association of Boards of Pharmacy, develop a standard memorandum of understanding for use by States in complying with paragraph (1)(B)(vi).

"(B) Paragraph (1)(B)(vi) shall not apply to a licensed pharmacist or licensed physician, who does not distribute inordinate amounts of compounded products outside of the State, until—

"(i) the date that is 180 days after the development of the standard memorandum of understanding; or

"(ii) the date on which the State agency enters into a memorandum of understanding under paragraph (1)(B)(vi), whichever occurs first.

"(3) The Secretary, after consultation with the United States Pharmacopeia Convention Incorporated, shall promulgate regulations limiting compounding under paragraph (1)(B)(i)(I)(bb) to drug substances that are components of drug products approved by the Secretary and to other drug substances as the Secretary may identify.

"(4) The provisions of paragraph (1) shall not apply—

"(A) to compounded positron emission tomography drugs as defined in section 202(jj); or

"(B) to radiopharmaceuticals."

The Senate proceeded to consider the bill.

Mr. JEFFORDS addressed the Chair. The PRESIDING OFFICER. The Senator from Vermont.

AMENDMENT NO. 1130

(Purpose: To provide a complete substitute)

Mr. JEFFORDS. Mr. President, I send a modification of the committee amendment to the desk.

The PRESIDING OFFICER. The clerk will report the amendment.

The legislative clerk read as follows:

The Senator from Vermont [Mr. JEFFORDS] proposes an amendment numbered 1130.



Mr. JEFFORDS. Mr. President, I ask unanimous consent that further reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

(The text of the amendment is printed in today's RECORD under "Amendments Submitted.")

Mr. LOTT addressed the Chair.

The PRESIDING OFFICER. The majority leader.

Mr. LOTT. Will the Senator yield?

Mr. JEFFORDS. I certainly yield to the majority leader.

Mr. LOTT. Mr. President, this will be just very brief. I know you have your statements. Senator KENNEDY has another event at 3 or 4 that he may attend. I have a conflict with other events, too.

#### CLOTURE MOTION

Mr. LOTT. Mr. President, I send a cloture motion to the desk and ask the clerk to report.

The PRESIDING OFFICER. The cloture motion having been presented under rule XXII, the Chair directs the clerk to read the motion.

The legislative clerk read as follows:

#### CLOTURE MOTION

We the undersigned Senators, in accordance with the provisions of rule XXII of the Standing Rules of the Senate, do hereby move to bring to a close debate on the substitute amendment to Calendar No. 105, S. 830, the FDA reform bill:

Trent Lott, James M. Jeffords, Pat Roberts, Kay Bailey Hutchison, Tim Hutchinson, Conrad Burns, Chuck Hagel, Jon Kyl, Rod Grams, Pete Domenici, Ted Stevens, Christopher S. Bond, Strom Thurmond, Judd Gregg, Don Nickles, and Paul Coverdell.

Mr. JEFFORDS addressed the Chair.

The PRESIDING OFFICER. The Senator from Vermont.

Mr. JEFFORDS. Mr. President, the amendment that I sent to the desk is a modification of the committee amendment, and it is the amendment we desire to move forward on.

The PRESIDING OFFICER. Amendment No. 1130 is a modification of the committee substitute, and cloture has been filed on that amendment.

Mr. JEFFORDS. Thank you, Mr. President.

First, filing a cloture motion sort of indicates a serious situation which requires its action. I am pleased to report that I am more optimistic now than I have been at any time that a vote will not be necessary to have cloture and that we are all working very long and hard upon resolving the remaining questions. The most difficult one that we were facing appears to be resolved. So it is my firm belief that by the time we come before this body again, other than today's debate, we will have an opportunity to expeditiously pass an FDA bill for the Food and Drug Administration to ensure that we have it passed in time to prevent the problems which might occur by failing to do so.

Legislation to reform and modernize the Food and Drug Administration has been under consideration by Congress

for over 3 years. At least six hearings have been held over the past 2 years in the Senate.

Last year, our measure was reported out of committee but never reached the floor for full consideration. This year, we have held hearings and worked through months of negotiations with my colleague from Massachusetts and with the administration.

S. 830 passed out of the Labor Committee on a vote of 14-4, a strong statement as to the bipartisan support this moderate measure enjoys. Last week we had a vote on the motion to proceed, and the vote was 89-5 that we begin consideration of this measure. We are here today to do that. The Senate spoke loud and clear last week: "Let's move on the bill. Let's consider amendments. And let us vote." We have now had over 15 hours of debate on this measure stretching back to before the August recess.

Most recently, we spent a good part of Friday and Monday debating essentially 6 pages out of the 152-page bill. The time to move forward on this measure is now. I urge Senators to examine this measure, and I believe they will agree with me that it provides moderate, incremental but important improvements to the FDA while continuing the agency's "gold standard" of public safety.

I have never worked harder on a bill, and I say the same for the members of the committee, than we have on this one. The number of hours that have been spent bringing about consensus is incredible. I thank my ranking member and our staff for their cooperation and for placing us in a position where I believe we can expeditiously pass this next week without the necessity of having to invoke cloture.

So at this point, Mr. President, I yield the floor.

Mr. KENNEDY addressed the Chair.

The PRESIDING OFFICER. The Senator from Massachusetts.

Mr. KENNEDY. Mr. President, as I have on other occasions, I pay tribute to my friend and colleague from Vermont, Senator JEFFORDS, who has been shepherding this very complicated but enormously important health policy issue through the Senate. As he has correctly stated, there has been broad agreement on a number of the very important aspects of the bill that relate to the drug and medical device provisions.

We have made considerable progress on one other aspect of the legislation, and that deals with an amendment which was added by the Senator from New Hampshire, which I will address momentarily. There are still some very important issues that are still being considered by Members. All of us are hopeful that we will have a positive outcome, but we are not quite there yet.

Mr. President, just on another item, I want to identify myself with the excellent remarks of my friend and colleague from Iowa, Senator HARKIN, on

the vote that was taken just an hour or so ago about the block granting of various education programs.

I think all of us have understood that the role of the Federal Government is very limited in terms of its help and assistance to local communities in terms of education. We have a much more profound responsibility in the areas of higher education. But our responsibilities in the elementary and secondary education respects that education is a local function but also an important State responsibility.

That is why for every dollar that is expended, only about 6 cents of that dollar really comes from the Federal Government. The targeting of those programs has been in the areas where there has been, as he pointed out and others have recognized, general recognition nationwide of very important national objectives, and that is with the most disadvantaged students, primarily in the areas of basic skills—basic skills—math and science programs in the title I programs across this country, the neediest children in the most disadvantaged areas. It is a very important program. It has been evaluated, has had broad support. That is one of the very important areas.

There have been adjustments about what programs will be in and what programs will be out, but you cannot get away from the fact that these programs that have been included are targeted and by and large go to local communities where there is wide discretion. If you take the Goals 2000, 90 percent of that fund is spent at the local level. You can't get any more in terms of local control than what we have at the present time.

You find that there is 2 percent administrative costs by the Department of Education in the overall programming, 6 percent at the State level of all of these various programs. A great percent of that 6 percent is technical assistance, goes to local communities that are trying to deal perhaps with special-needs children. Maybe it is a small community that has two or three members of a class that have special needs. They do not develop a whole program, but there are other schools, other school districts that have similar kinds of needs.

This technical assistance helps and assists those local communities: the School to Work Program has had strong bipartisan support—we still remember the strong Republican support to try to help young people move from school into the employment programs and into employment—the drug-free schools to try to do something about the problems of drug addiction and violence in our various school districts.

Now, we do not know. There is no accountability in this particular program. There is no requirement for reporting on how the money is expended. It bypassed even the States, so the States will not have an understanding of how these resources are going to be spent. We do not know which States

are going to be advantaged, which disadvantaged or communities advantaged or disadvantaged.

So I join in expressing strong reservations. I want to say very clearly that if this comes back, this particular provision, we are going to take some time on the floor of the U.S. Senate to really make sure that not only every Member of this body understands it but all Americans understand it. If the local States want to expend additional resources, let them go out and tax their local communities to do so. If they want it, let them do it. But if we are going to commit ourselves to trying to raise resources to meet targeted needs for the neediest children in this country, we ought to be able to do it. If you are going to take that and block grant it and send it back to the States and just use the Federal tax system to raise these funds, that ought to be done in a different forum. We will have a longer time to debate it if it comes back. But we should not permit a vote in support of the general appropriations to go by without some comment.

Now, Mr. President, I am pleased that we have achieved an important compromise on one of the most important issues in the FDA reform legislation, the issue of Federal preemption of State regulation of over-the-counter drugs and cosmetics.

I compliment Senator GREGG, Secretary Shalala, and others involved in working out this responsible agreement. It will assure that States have the ability to step in to protect consumers from cosmetics when necessary while also providing companies reasonable guarantees that when the FDA has acted effectively to protect consumers, they will not be subjected to conflicting and potentially duplicative labeling requirements.

Under the agreement, the Federal Government will not preempt State regulation of the safety of a cosmetic. This is appropriate. If a State feels strongly enough about a particular ingredient or a product to ban it or to take similar actions, it should be free to do so. States virtually never use this authority. But even though it is rarely used, it should be preserved.

In the critical realm of packaging and labeling where States have been most active in ensuring consumers receive the information they need to protect themselves, this amendment strikes a fair balance. The reason preserving States' ability to act is so important is that FDA regulation has been weak. Under this agreement, States would continue to have the ability to act to protect their consumers except in those cases where the FDA has already taken appropriate action in a specific area.

The compromise reached in section 762, which relates to the preemption of the State regulation for the packaging and labeling of cosmetics, will assure that the States retain full authority to regulate cosmetics in those circumstances when the FDA has not

acted. As you know, I think it is essential for the States to be able to regulate the labeling and packaging of cosmetics whenever the FDA has not acted. This is especially important because there is so little FDA regulation in the area of cosmetics.

Section 762 would preempt a State labeling and packaging requirement only when FDA has specifically acted on the same aspect of the labeling or packaging of that cosmetic. Thus, if FDA issues a regulation that requires cosmetic manufacturers to include a specific warning about an aspect of an ingredient in a cosmetic, a State cannot require a different warning about the same aspect of that ingredient.

For example, if the FDA required a warning label for a particular product regarding its use by pregnant women, the State would be prohibited from requiring a different warning label for the same hazard and product. On the other hand, where the FDA has not taken action, the States would be free to fill the gap. So, if we are going to breathe new life into the FDA to take on more and more kinds of responsibilities to assure the public in terms of some of these health hazards, as a result of the debates we have had in the past days, they are free to do so.

On the other hand, if a State wants to require a warning on a cosmetic and FDA has not acted, the State can require that warning. For example, Minnesota has required a caution statement on flammable products. This provision would not preempt that requirement because FDA has not acted.

Similarly, if FDA requires a warning about a specific ingredient contained in a cosmetic, ingredient A, and a State wants to require a warning about another ingredient in the same cosmetic, ingredient B, the State would not be preempted. Likewise, if FDA requires a warning about a certain aspect of an ingredient for example, ingredient A causes cancer, a State can require a warning about a different aspect of the same ingredient for example, ingredient A causes birth defects. The bottom line is that the States are preempted only when FDA has acted on the same ingredient and the same health concern.

Finally, this provision does not in any way affect the State's ability to regulate the safety of cosmetics. Thus, if FDA has a specific labeling requirement for a cosmetic ingredient about a particular concern, the State may take additional steps, such as a ban on the ingredient, to protect the public health, although the State cannot require additional labeling about the concern for that ingredient.

This may very well be an invitation to give the FDA the authority and the resources to adequately regulate cosmetics, but if they do not do it, which is the condition today, we are not going to be interfering with the States. That is very, very important.

The debate on this issue has highlighted the potential hazards that cos-

metics pose to consumers, especially women, which are too often underestimated.

A study by the respected, non-partisan General Accounting Office reported that more than 125 ingredients available for use in cosmetics are suspected in causing cancer. Other cosmetics may cause adverse effects on the nervous system, including convulsions. Still other ingredients are suspected of causing birth defects. And a carefully controlled study found that 1 in 60 users suffered a cosmetic-related injury identified by a physician.

The fact is, Mr. President, there are enormous numbers of new compounds, an enormous expansion of the use of various products, including toxic products, that are being utilized in cosmetics. We want to make sure that the States, through their own public health agencies or through various studies or through their research, are going to be able to raise health concerns necessary to protect their consumers.

Mr. President, we have outlined at other times on the floor various items which raise some important concerns—alpha-hydroxy acid, feminine hygiene products, and talcum powder. We have heard from Dr. Wallinga, a physician at the Natural Resource Defense Council. He points out the dangers of these products citing studies in prestigious medical journals.

We have in this compromise preserved the right of the States to protect the public.

We have seen recently the impact of State laws on public health. In California, for example, action has been taken against Grecian Formula and toluene in nail polish.

We also know of other States that have introduced legislation aimed at further regulation of cosmetics. New York, for example, is pursuing expiration dating of certain cosmetics. Ohio and Texas are also considering additional regulation of cosmetics. My own State of Massachusetts is pursuing a consumer right-to-know law similar to that in California.

Nothing in this legislation will infringe upon these or similar activities by the States to protect the public.

The agreement we have reached today is a very reasonable one. I commend Senator GREGG for his hard work in making it a reality. The fact is neither the Food and Drug Administration nor the States are doing enough to protect women from the dangers posed by cosmetics. This issue deserves to be a high priority. I intend to see that it is.

Mr. President, regarding remaining issues in the legislation, I hope we can have the same hard work and accommodation in addressing these issues before we turn to the legislation. They deal with important questions about the procedures of the Food and Drug Administration in reviewing medical devices. We want to make sure that the medical devices that are going to be used on the American public are safe

and effective. We want to make sure that FDA reviewers look at data on the use of a medical device that is clearly indicated by the technical design of the device—whether or not it is on the label. Under the current language, FDA would be unable to make a complete review of the device. The public would be deprived of assurances they have today that devices are truly safe and effective. We talked about this previously on the floor of the U.S. Senate. We will have further opportunity to address this issue. It is an extremely important one.

A second item we hope to address is ensuring that FDA can consider certain manufacturing practices that produce an unsafe product in clearing a medical device for marketing. The language requires FDA to allow a new device on the market even if the manufacturer is producing defective devices. This provision endangers the public health by putting unsafe products on the market. It also requires the Food and Drug Administration to spend its resources chasing after unsafe medical devices already on the market rather than simply requiring that the device be produced safely in the first place.

These are important items and in my full statement, to a considerable degree, I expand on them.

There are environmental considerations, the effective removal of the environmental impact statements under NEPA. I do not remember considering this provision as part of our hearings on this legislation. I do not feel that we should start taking various agencies and exempting them from considering the environmental impact of their actions. I think this is an issue that we should address.

My colleagues have raised other questions in terms of the ethical issues that surround the payment of third party reviewers. These individuals are going to be reviewing products that are manufactured by the same companies that are paying them. This raises important ethical issues. I will have an opportunity to debate and take action on some of those.

I thank very much, Mr. President, the chairman of the committee, for his continued cooperation, and the other Members for their help and assistance. I am particularly grateful to Senator GREGG for his cooperation in helping us work out a satisfactory resolution of the amendment on cosmetics.

Consumers have suffered painful, permanent injuries from hair treatment products that have caught fire. They have suffered serious urinary tract infections from bubble bath. They have suffered life-threatening allergic reactions to hair dyes, and severe chemical burns from skin creams and sun tan lotions. The GAO concluded that "cosmetics are being marketed in the United States which may pose a serious hazard to the public."

And these are only the acute injuries that require immediate medical care. The poisons in cosmetics can also

cause long-term injuries and illnesses that do not develop for years after exposure.

Three specific products highlight the risks consumers face. Alpha-hydroxy acid is one of the hottest selling cosmetic products on the market, with sales of roughly a billion dollars a year. It is sold to erase fine lines and tighten the skin. FDA has received numerous complaints of adverse effects from the use of these products. Alpha-hydroxy acids have been linked to severe redness, burning, blistering, bleeding, rash, itching, and skin discoloration. Most troubling, there is concern that alpha-hydroxy may promote skin cancer by increasing sensitivity to sun exposure. Yet these products are in the marketplace—with no warning labels and no limits on the concentrations that may be sold. Under this bill, every State would be prohibited from requiring these sensible warnings.

I ask unanimous consent that I may put a fact sheet laying the issues on alpha-hydroxy in the RECORD.

There being no objection, the material was ordered to be printed in the RECORD, as follows:

WHO WILL ACT TO PROTECT THE PUBLIC FROM HAZARDOUS PRODUCTS IN COSMETICS IF S. 830 PASSES? NO ONE WILL!

(Statement of David Wallinga, MD, MPA, Senior Scientist, Public Health Program, Natural Resources Defense Council, September 10, 1997)

People often assume that government is there to protect them. They figure that if a consumer product is sold at the corner drug or department store, it must some passed some sort of regulatory scrutiny. People would especially like to believe that cosmetics—the products they put on their hair, lips, faces and underarms each day—have been adequately tested and found to be safe.

They couldn't be more wrong. As a physician, I couldn't believe it when it first learned how powerless the Food and Drug Administration is to regulate cosmetics in a way that ensures their safety. FDA's lack of regulatory authority is based on a law from 1938—a time when scientists knew very little about the potential health effects of the chemicals found in cosmetics. This law only lets FDA act if a cosmetic has been adulterated or misbranded. What's even more amazing is that the law has absolutely no requirement that cosmetic products be tested for safety.

That means the thousands of chemicals currently found in cosmetics: Do not have to be tested to see if they are absorbed through the skin and in the blood; do not have to be tested to see if the cause cancer; do not have to be tested to see if they cause allergies or infections; do not have to be tested for effects on the brain or nervous system; do not have to be tested to see if they affect fertility or the reproductive organs; and do not have to be tested for their effects on infants and children, who can be more susceptible to the toxic effects of certain chemicals.

It is outrageous that products which people put on their faces, their underarms and other parts of their body each day are not even adequately tested for safety. Testing of the pesticide in your dog's flea collar is more extensive than that for cosmetics. This, despite the fact that cosmetics are often used by pregnant women, and women of reproductive age. Since many chemicals in cosmetics are fat-soluble, or are organic solvents, it

means they can penetrate the skin—and possibly enter the fetus where they may cause reproductive harm.

It gets worse. The Senate is now proposing to strip the states of much of their regulatory authority over cosmetics as well. In particular, the Senate would limit the states ability to provide consumers with product warnings and other information, including adequate labeling. This will extend FDA's ignorance about potentially-toxic cosmetic products to consumers. It will also strip consumers of their only conceivable protection against these products. In this regulatory magic act, science will have been frozen solid. FDA is already frozen into the science of the 1930s; now, we are freezing out states from acting on any new scientific information. This might be great news for a \$20 billion dollar-a-year industry, but its pretty lousy news for public health.

Each year, around 1000 new cosmetic products enter the consumer market. In perfumes and fragrances alone, there are at least 1500 different chemicals. How many of these are safe? No one knows. But because of the FDA's impotence, it is certain that the vast majority have not been broadly tested for health effects, and are not well understood from a scientific standpoint.

There are some cosmetics, however, whose safety we already have good reason to question. Skin-peeling creams, for example, are extremely popular. But they contain aldehydes which have been shown to greatly increase the skin's susceptibility to ultraviolet light. Someone who has used one of these creams recently would want to be careful about sun exposure, to prevent sunburn and avoid the increased risk of skin cancer. How will the consumer know to use sun screen or avoid sun exposure after using these creams? The short answer is, they won't.

FDA not only lacks the authority to require safety testing, it also has very weak authority to require product labels that reflect health and safety concerns about cosmetics. Even worse, the proposed bill would deny individual states the authority to require such labels. It doesn't seem like much to ask: a label that would tell people to avoid sun or use sunscreen. It's not a product ban, it's not changing the formulation . . . it's just an advisory label. But it will be forbidden by this law. We will instead just have to hope that industry voluntarily labels its products so that people use them correctly.

There's more. In medicine we know about a disease called "talcosis" which occurs from inhaling talcum powder. Mostly, that's a problem in talc workers. But what about a recent study from Yale University, a study that confirmed earlier research finding an association between the use of talcum powder on the genital region and ovarian cancer in women? Scientists have shown that talc particles can enter the body and accumulate in ovarian tissue. There, they are associated with a 40% increased risk of ovarian cancer. Ovarian cancer is hard to diagnose, hard to treat effectively, and is often fatal. It is something which is much better to prevent than to try and treat once it occurs. Yet if a state wanted to notify women that talcum powder should not be used regularly in the genital region, that would be illegal under this new law.

These are only two examples of the many, many potential hazards from the thousands of chemicals in cosmetic products. There are more: hair dyes and shampoos which contain coal tars which are known to cause cancer; feminine hygiene products associated with infertility, ectopic pregnancy, and an increased risk of pelvic inflammatory disease; lipstick and hair dyes which contain lead,

used by pregnant women, and particularly dangerous for fetuses; and numerous products which contain immune system sensitizers, such as cinnamates, which can cause severe allergic reactions, skin rashes, or asthma.

Currently, we have an empty law regulating these cosmetics, a law directing the FDA into empty regulation. Until we have a better system in place at the federal level, we should certainly not interfere with the right of states to act on these hazards, and to protect the health of their citizens, independently. Our best hope as consumers, as patients, and as health care professionals, is to let states fill this regulatory gap.

#### FACT SHEET: FDA REFORM BILL AND PREEMPTION OF COSMETIC REGULATION BY THE STATES

The regulation of health and safety has traditionally rested in the hands of the States.

Cosmetics pose substantial threats to the health and safety of consumers.

There is no substantial Federal regulatory presence in cosmetics (see below), but proposed cosmetic preemption would completely bar the States from exercising their traditional regulation of cosmetic labeling, packaging and consumer information and would severely limit states ability to regulate these products in other ways.

#### BACKGROUND

Traditionally, preemption only takes place in areas where the Federal government has a strong presence, or has "occupied that field."

FDA currently employs less than 30 people to regulate the \$20 billion cosmetics industry. Only 2 employees actually regulate cosmetic packaging and labeling.

FDA has no authority to approve cosmetic products or review ingredients, require companies to register, or to even report cosmetic-related injuries.

Nor can FDA require products be tested for safety or the results of safety testing be made available to the FDA or the public. It has no legal access to manufacturers' records. Nor can it require a product recall—cosmetic recalls are voluntary.

The basic Federal law regulating cosmetics has not been amended since 1938.

A 1978 General Accounting Office (GAO) study found that more than 125 cosmetic ingredients were suspected of causing cancer. Twenty ingredients were believed to cause central nervous system disorders, ranging from headaches and drowsiness to convulsions. Twenty-five were believed to cause birth defects. The industry adds approximately 1,000 new chemicals annually, with no requirement to show that these chemicals are safe.

The GAO concluded that "cosmetics are being marketed in the United States which may pose a serious hazard to the public" and recommended that additional Federal authorities be granted to FDA to protect the public.

#### S. 830 AND STATE PREEMPTION

There is no public record, hearings, testimony, studies or otherwise, from the 104th or 105th Congresses which substantively addresses the issue of cosmetic preemption.

The cosmetics preemption provision was not in the Chairman's original mark, nor was it subject to hearings.

States will be completely barred from regulating cosmetic labeling and packaging under S. 830. States will also be barred from establishing any requirements for communicating the safety and effectiveness of a drug or cosmetic to the public.

States will also be barred from other forms of safety regulation if the Federal govern-

ment has acted in that area, even if the Federal regulation is outdated, narrow, or vague.

The industry cannot cite one example of a burdensome state regulation that this law preempts.

#### OTHERS OPPOSED TO S. 830 PREEMPTION PROVISION

The Administration position states, "if the bill were maintained in its present form, and the outstanding issues were not addressed, I would be forced to recommend to the President that he veto this legislation."

A broad coalition of state officials, women's organizations, environmental advocates, and others concerned about public health opposes this provision (see attached letters)

#### EXAMPLES OF COSMETIC INJURIES

A six year old girl in Oakland, California had her mother apply a hair product to her head, which resulted in second degree burns to the child's ears and neck.

A 59-year old California woman almost died from an allergic reaction to hair dye.

A 47-year old woman had her cornea destroyed by a mascara wand.

Still another woman's hair caught fire as the result of an inflammable hair treatment gel.

In fact, a carefully controlled three month study found that one in 60 users of cosmetics experienced adverse reactions.

#### DANGERS OF WIDELY USED PRODUCTS

The attached fact sheets highlight possible dangers from three widely used cosmetic products: skin creams containing alpha-hydroxy products—skin irritation and burns, long-term risk of skin cancer associated with greater sun sensitivity; feminine hygiene products—pelvic inflammatory disease, ectopic pregnancy, and infertility; and talc and talcum powder—ovarian cancer.

#### INTERNATIONAL STANDARDS

The European Union requires full ingredient listing on packaging, documentary proof of good manufacturing practice and similar proof that extensive testing has been carried out.

#### FACT SHEET: HAZARDS OF SKIN CARE PRODUCTS CONTAINING ALPHA-HYDROXY WHAT ARE ALPHA-HYDROXY ACIDS?

Alpha-hydroxy acids are naturally occurring acids that have recently been included in skin care products. Alpha-hydroxy products promise to erase wrinkles and acne, restore skin elasticity and firmness, and produce younger-looking, smoother skin. They are used both in skin creams intended for daily use and "skin peels" that are sometimes described as chemical face lifts.

Products containing alpha-hydroxy acids working by penetrating the upper-layer of skin, breaking apart the bonds that hold the skin cells together. The skin then sloughs off these cells.

Alpha-hydroxy products include Avon Anew Face Cream, Ponds' Age Defying Complex, Alpha Hydrox Face Cream, Murad, and MDForte.

Products containing alpha-hydroxy acids are among the hottest-selling cosmetics, used by millions of women, with sales of roughly a billion dollars a year.

#### WHAT ARE THE CONCERNS ABOUT COSMETICS CONTAINING ALPHA-HYDROXY ACIDS?

There is very little data on the effects of alpha-hydroxy acids. Researcher suggests that they can cause skin irritation and increased sensitivity to UV radiation, with the potential for increasing risk of skin cancer. There have been no long-term studies of the safety of the product.

FDA reported that between 1989 and 1996, there were likely "many thousands" of com-

plaints associated with alpha-hydroxy acids, including "severe redness, swelling (especially in the area of the eyes), burning, blistering, bleeding, rash, itching, and skin discoloration. Many of the products involved are the lower concentration, mass market products." (February 23, 1996 letter from Dr. John E. Bailey (Acting Director, Office of Cosmetics and Colors, FDA) to Dr. F. Alan Andersen (Scientific Coordinator and Director, Cosmetic Ingredient Review). At least one major manufacturer has discontinued one of its alpha-hydroxy products because of the high volume of complaints.

In fact, FDA was sufficiently concerned about alpha-hydroxy acids that it designated them as their highest priority for review by the National Toxicology Program—a rare occurrence for a cosmetic.

A June 1997 report sponsored by the cosmetics industry found that more study is needed to determine if the use of alpha-hydroxy acids to remove the epidermis causes the skin to be more UV sensitive and increasingly susceptible to skin cancer. In the meantime, the report noted that "some steps should be taken to minimize the potential that use of alpha-hydroxy acid ingredients would result in increased sun sensitivity. Accordingly, the Expert Panel admonished producers of leave-on cosmetics containing alpha-hydroxy acid ingredients to either formulate to avoid increasing sun sensitivity or to provide directions for use that include the daily use of sun protection." (Final Report: June 6, 1997 Cosmetic Ingredient Review, pg. 131). The report also made safety recommendations regarding maximum acceptable levels for alpha-hydroxy acids in both products for daily use and products used for skin peels by cosmeticians or health professionals.

There are no binding requirements assuring that manufacturers abide by the safety recommendations of the advisory committee with regard to tolerance levels or provide any safety information on the product. Manufacturers' packaging typically includes no warnings on the need to use sunscreen in conjunction with use of the product, no warning on the potential danger of skin cancer from use of the product, no information on risks of skin damage or irritation. Nor are the manufacturers required to list on the package the concentration of alpha-hydroxy acids in the product, or inform users if the other ingredients strengthen or weaken its effectiveness.

Under S. 830, States would be prohibited from requiring warning labels or other consumer information about alpha-hydroxy acids.

#### FACT SHEET: ADVERSE HEALTH EFFECTS OF FEMINE HYGIENE PRODUCTS

Over one third of all women regularly use feminine hygiene products—generating roughly \$100 million a year in sales.

These products have been shown to cause upper reproductive tract infections, pelvic inflammatory disease, ectopic pregnancies and infertility in women.<sup>1</sup>

Analyses has shown that use of these products increased the overall risk of pelvic inflammatory disease by 73% and the risk of ectopic pregnancy by 76%.<sup>2</sup>

The current literature also suggests an increased risk in cervical cancer.<sup>3</sup>

Researchers at University of Washington, Brigham and Women's Hospital, Harvard Medical School, Mount Sinai School of Medicine and Centers for Disease Control and Prevention have all published data regarding the adverse effects of feminine hygiene products.<sup>4</sup>

<sup>1</sup>Footnotes at end of factsheet.

The National Women's Health Network testified that the FDA needs to do more to educate women and recommended that feminine hygiene product labeling information on their severe adverse effects.<sup>5</sup>

Under S. 830, States would be prohibited from requiring warning labels or other consumer information on feminine hygiene products.

## FOOTNOTES

1. J Zhang, AG Thomas, and E Leybovich. "Vaginal douching and adverse health effects: a meta-analysis." *American Journal of Public Health*. 1997 Jul; 87(7): 1207-1211.

2. Ibid.

3. Gardner JW, KL Shuman, ML Slattery, JS Sanborn, TM Abbott, and JC Overall Jr. "Is vaginal douching related to cervical carcinoma?" *American Journal of Epidemiology*. 1991 Feb; 133(4): 368-375.

4. Baird DD, CR Weinberg, LF Voight and JR Daling. "Vaginal douching and reduced fertility" *American Journal of Public Health* 1996 June; 86(6):844-850. Kendrick JS, HK Atrash, LT Strauss, PM Garguillo and YW Ahn. "Vaginal Douching and the risk of ectopic pregnancy among black women." *American Journal of Obstetrics and Gynecology*. 1997 May; 176(5):991-997. Onderdonk AB, ML Delaney, PL Hinkson and Am DuBois. "Quantitative and qualitative effects of douche preparations on vaginal microflora." *Obstetrics and Gynecology*. 1992 Sept; 80(3 Pt 1):333-8.; Phillips RS, RE Tuomala, PJ Feldblum, J Schachter, MJ Rosenberg, and MD Aronson. "The effects of cigarette smoking, Chlamydia trachomatis infection, and vaginal douching on ectopic pregnancy." *Obstetrics and Gynecology*. 1992 Jan; 79(1): 85-90, and Zhang J, p 1207-1211.

5. Cox, Lisa. National Women's Health Network testimony before FDA Nonprescription Drugs Advisory Committee hearing, 15 Apr 1997.

## FACT SHEET: TALC MAY POSE A RISK OF OVARIAN CANCER

Talc, or talcum powder, is widely used in popular bath and cosmetic products, and is applied directly to the body, typically after bathing. Common products with talc include baby powders and sanitary napkins.

A relationship between talc exposure and ovarian cancer has been investigated by a number of prominent epidemiologists and physicians for years.

A recent study by the Yale School of Public Health confirmed that talc exposure may lead to an increased risk of developing ovarian cancer.<sup>1</sup>

Dr. Harvey Risch in the Yale study, states that, "Several lines of evidence support the argument for an association between talc usage and ovarian carcinoma."<sup>2</sup>

In the United States, approximately 26,000 women develop ovarian cancer annually.<sup>3</sup>

Due to its chemical similarity to asbestos, talc has long been suspected as a lung and ovarian carcinogen.<sup>4</sup>

A technique used to extract ovarian tumor material found talc particles in approximately 75% of ovarian tumors examined. Subsequent evaluations have appeared to support the contention of an association between talc exposure and ovarian carcinoma.<sup>5</sup>

The Cancer Prevention Coalition has submitted a citizen's petition to FDA expressing their concern about the possible health risks posed by talc and requested the agency establish regulations to require carcinogen warning labels on cosmetics containing talc as an ingredient.

Under S. 830, States would be prohibited from requiring warning labels or other consumer information about the possible hazards of talc.

## FOOTNOTES

1. Chang, Stella and Risch, Harvey. "Perineal Talc Exposure and Risk of Ovarian Carcinoma." *Cancer*. Vol. 79, No. 12, June 15, 1997.

2. Ibid.

3. Ibid.

4. Herbst AL. "The Epidemiology of Ovarian Carcinoma and the Current Status of Tumor Markers to Detect Disease." *American Journal of Obstetrics and Gynecology*. Vol. 170, 1994.

5. Hederson, WJ, et al. "Talc and Carcinoma of the Ovary and Cervix." *Journal of Obstetrics and Gynecology for the British Commonwealth*. Vol. 78, 1971.

<sup>1</sup>Footnotes at end of factsheet.

Mr. KENNEDY. Mr. President, a critical point is that an industry-appointed panel itself set out safety tolerance levels for use of the product with regard to short-term effects and warned that the product should not be used without sunscreen. Yet, there is absolutely no binding requirement that manufacturers follow these recommendations—and virtually none of the products carry the information or warnings developed by the industry's own committee that would enable consumers to help protect their own safety. And, in point of fact, there has been no truly independent evaluation of the work of the industry panel. In fact, the FDA is so concerned about the safety of alpha-hydroxy acid that it has chosen it has its top priority for review by the prestigious National Toxicology Program.

A second example is feminine hygiene products, which have sales of \$100 million a year. More than one-third of women use them—but they pose serious health hazards. They have been shown to cause upper reproductive tract infections, pelvic inflammatory disease, ectopic pregnancies, and infertility. They may place women at additional hazard for cervical cancer. Women using these products should have the right to warning labels informing them of these hazards. But the FDA has done little to protect or warn women against these dangers.

There are a substantial number of studies on the safety of these products. The evidence that they are dangerous seems incontrovertible—but this legislation would prevent States from acting to simply warn women of the dangers. How outrageous it is that women should face illness and sterility without being warned of the danger of a seemingly harmless and beneficial product.

A third example is talc, or talcum powder is widely used in popular bath and cosmetic products. But it is chemically similar to asbestos, and it has long been suspected of causing cancer. A number of studies have suggested the possibility of a link to ovarian cancer, which afflicts 26,000 women annually—but there are no warning labels on these products. American women deserve better protection from their Government.

These three issues have been carefully analyzed by Dr. David Wallinga, a physician and the senior scientist at the Natural Resources Defense Council. He points out the dangers of each of these three products based on studies in prestigious medical journals from researchers at institutions like Yale and the Mount Sinai Hospital in New York. I ask unanimous consent to enter his comments in the RECORD, along with the articles analyzing these issues.

Federal oversight of this \$20 billion industry today is extremely limited. The basic Federal law regulating cosmetics has not been updated since 1938. The FDA has less than 30 employees overseeing this huge industry—and only two employees dealing with the

critical issues of packaging, labeling, and consumer warnings. The FDA has no authority to require manufacturers to register their plants and products. It cannot require manufacturers to file data on the ingredients in their products. It cannot compel manufacturers to file reports on cosmetic-related injuries. It cannot require that products be tested for safety or that the results of safety testing be made available to the agency. It does not have the right of access to manufacturers' records. It cannot require recall of a product.

In the Federal Food, Drug and Cosmetic Act there are 126 pages devoted to the regulation of drugs and devices; 55 pages are devoted to foods regulation. A full eight pages of the act is dedicated to definitions. But less than two pages are devoted to cosmetic regulation.

In 1938, there was no requirement that industry show safety of drugs, medical devices, food additives, or cosmetics before they were marketed. Today, the public demands higher standards of protection, and they have been established for drugs, for medical devices, and for food additives—but not for cosmetics.

The agreement we have reached today is a highly reasonable one. I especially commend Senator GREGG for his hard work to make it a reality. But the fact is that neither the FDA and the States are doing enough to protect women from these dangers. This is an issue that deserves a higher priority, and I intend to do all I can to see that it gets it.

There are important remaining issues in this legislation, and I hope that with the same hard work and spirit of accommodation we can reach agreement on these issues before we return to consideration of this legislation on Tuesday.

Two changes in the regulation of devices in particular put consumers at unacceptable and unnecessary risk. They should be removed in this bill before it goes forward—and the administration has made it clear that they put the whole bill at risk of a veto.

A great deal of negotiation has taken place on the medical device provisions of this bill, and I compliment Senator JEFFORDS, Senator COATS, and my other colleagues on the committee for resolving most of the device provisions in a way that is consistent with protection of the public health. But there are at least two medical device provisions in the bill which still raise substantial concerns. They could be corrected very simply and with negligible effect to the basic purpose and intent of this bill. Yet these corrections have not been made and my colleagues deserve a clear description of the hazards they pose.

A brief explanation of how the FDA regulates and clears medical devices for marketing may first be in order. Under current law, manufacturers of

new class I and class II devices can get their products onto the market by showing that they are substantially equivalent to devices already on the market. For example, the manufacturer of a new laser can get that laser onto the market if it can show FDA that the laser is substantially equivalent to a laser that is already on the market.

Similarly, the manufacturer of a new biopsy needle can get that biopsy needle onto the market by showing that it is substantially equivalent to a biopsy needle already on the market. And the manufacturer of new patient examination gloves can get those gloves onto the market by showing that they are substantially equivalent to patent gloves already on the market.

Mr. President, these manufacturers are obliged to demonstrate substantial equivalence to the FDA by showing that the new product has the same intended use as the old product and that the new product has the same technological characteristics as the old product. If the new product has different technological characteristics, these characteristics must not raise new types of safety and effectiveness questions in order for the product to still be substantially equivalent to the older product.

The logic of this process for bringing medical devices onto market is quite simple: if a product is very much like an existing product, it can get to market quickly. If it raises new safety or effectiveness questions, those questions should be answered before the product can be marketed.

This process for getting new medical devices on the market, commonly known as the 510(k) process, is considered by most to be the easier route to the market. Devices that are not substantially equivalent to a class I or class II device already on the market must go through a full premarket review. Thus, device manufacturers have an incentive to get new products on the market through the 510(k) process. And in fact, well over 90 percent of all new devices get on the market through the submission of a 510(k) application.

This legislation seriously compromises the FDA's ability to protect the public health through its regulation of medical devices that are marketed through the 510(k) process. Of the dozens of provisions that we have negotiated and discussed which affect medical devices in this bill, these two still raise fundamental public health problems. Although few in number, these provisions raise substantial risks to the public health which simply cannot be ignored.

The first problem raised by this bill relating to medical devices is its prohibition on the FDA from considering how a new device will be used if the manufacturer has not included that use in its proposed labeling.

You may think that this approach makes sense—why should the Agency consider the use of a device if the man-

ufacturer has not specified that use on the label? I'll tell you why—because that proposed label may be false or misleading. How would the FDA know that? Because the design of the new device may make it perfectly clear that the new device is intended for a different use.

Let me provide my colleagues with a few examples. Let's talk about the biopsy needle I mentioned before, which is used on breast lesions. Most biopsy needles for breast lesions currently on the market take a tissue sample that is about the size of the tip of pencil lead. Let's assume the manufacturer of a new biopsy needle comes to the FDA with a 510(k) submission. But this new biopsy needle takes a tissue sample that is 50 times as big—the size of a 1-inch piece of a hot dog.

The manufacturer of this new needle has proposed labeling that says that the needle will be used like the old, marketed needles to biopsy breast lesions. But FDA knows that the chunk of tissue being biopsied will usually exceed the size of the lesion. This makes it clear to FDA—and to any impartial observer—that the new needle will in most cases be used to remove the lesion.

Under these circumstances the FDA should be able to ask the manufacturer to provide information on this new use. Is it safe to remove lesions? Does it really work? The bill, however, categorically bars FDA from asking these essential questions. This means that the FDA would be unable to make a complete review of the device and the public would be deprived of existing assurances that devices are truly safe and effective.

The proponents of this provision have argued that the FDA could simply say that the change in device design or technology—such as the change in size of the biopsy needle—renders the new product unequivocal to the old product. But that is not always true. The manufacturer could argue that there are no new questions of safety or effectiveness for the purpose claimed on the label. In the case of the biopsy needle, Mr. President, there are times where a large sample is needed—a sample larger than a pencil tip.

So long as the larger needle is safe and effective for removing a sample, FDA would still be barred from obtaining data about the new use of removing lesions—and to the extent the needle is used for the new use, women could be put at risk for an effective or unsafe treatment of breast cancer.

Another good example is surgical lasers. Lasers have been used for decades to remove tissue. Several years ago, a manufacturer added a side-firing mechanism to their laser to improve its use in prostate patients. While the manufacturer did not include this specific use in its proposed labeling, it was transparently clear that the new side-firing design was intended solely for this purpose of treating prostate patients.

As a result, FDA required the manufacturer to submit data demonstrating the laser's safety and effectiveness in treating prostate patients. This is precisely how the device review process should work. Manufacturers must prove their devices live up to their claims, while patients and doctors receive all of the information needed to make the best possible treatment choices.

But under this bill, FDA would be prohibited from getting adequate safety data on the laser's use on prostate patients—even though that would be the product's primary use. This defies common sense yet this is the result of one troubling and indefensible provision.

Other examples in the way that this provision could allow unsafe and ineffective devices abound. A stent designed to open the bile duct for gallstones could be modified in a way that clearly was designed to make it a treatment for blockages of the carotid artery.

Without adequate testing, it could put patients at risk of stroke or death. But under this bill, the FDA would be prohibited from looking behind the label to the actual intended use of the device. A laser to use to excise warts could have its power raised so that it was also possible to use it in smoothing facial wrinkles. But without FDA's ability to assure adequate testing, the use of the laser for this purpose could lead to irreversible scarring.

Most companies, of course, will not try to bypass the process in this way. But some bad actors will. And this legislation should not force the FDA to fight those bad actors with one hand tied behind it. This provision is like asking a policeman to accept a known armed robber's assurance that the only reason he is wearing a mask and carrying a gun is that he is going to a costume party.

The second way this bill undercuts the FDA's ability to protect the public health and adequately regulate medical devices is the way it forces the FDA to clear a new device for marketing even if the Agency knows that the manufacturer cannot manufacture a safe device.

Let me repeat that statement. It sounds frankly preposterous but it is true. One of the bill's provisions actually requires the FDA to allow a new device onto the market even if the manufacturer is producing defective devices. Surprisingly, the proponents of this provision freely admit that this is true.

Under current law, let's assume that a maker of new examination gloves submits a 510(k) to the FDA and claims that the new gloves are substantially equivalent to gloves already on the market. If the FDA knows for a fact from its inspectors that the company uses a manufacturing process that often results in these gloves having holes, FDA would simply not clear the gloves for marketing. FDA would find

that these gloves are not substantially equivalent to gloves on the market because gloves on the market don't have holes. That's common sense, and fortunately, that's also the law.

In contrast, this bill would force FDA to clear the gloves for marketing. At this point, these defective gloves would be sold to hospitals, clinics, and HMO's, where they will be used routinely by doctors, nurses, paramedics, and other health professionals every single day. Every single glove would expose these professionals needlessly to the risk of fatal blood-borne diseases like AIDS and hepatitis.

Here is the response of the provision's supporters. They argue that once these defective gloves are in the market and being used by health professionals, FDA can simply institute an enforcement action to remove them from the market. But when hundreds or thousands of defective devices have been distributed, and when dozens or hundreds of facilities may be using these devices, an enforcement action entails far more than blowing a whistle or picking up the phone to place a simple call.

In reality, the FDA must coordinate with the U.S. Attorney's office, the U.S. Marshal's Service and persuade the court of jurisdiction to issue the appropriate papers. As any attorney or law enforcement professional can tell you that this takes precious time. And in the case of a defective device which is exposing people to unnecessary risks, time is absolutely critical. The sooner a defective glove is pulled from the market, the sooner the public is protected.

But all this makes absolutely no sense when the FDA today can prevent this situation from ever arising. If this provision becomes law, the debater's point distinguishing between different forms of FDA authority will ultimately be paid for in the health and safety of American consumers placed at needless risk of death and injury. In fact, even the regulated industry is willing to compromise on this provision, because they recognize that it is so unreasonable.

So I hope we can continue to work to compromise these important devices issues over the weekend. We have been successful on so many other issues in this bill. These should be resolvable as well.

The last unacceptable element of this bill is an assault on basic environmental protections contained in the National Environmental Protection Act. The National Environmental Protection Act of 1969 is a key Federal environmental statute which regulates the Government's own actions through environmental impact statements. Under NEPA, Federal agencies must undertake a comprehensive environmental planning process for every major action they take. This law is a crucial statutory assurance that the work of the Government and the actions of regulated industries are con-

sistent with the guiding principle of environmental protection.

Section 602 of the bill broadly exempts the FDA's activities from environmental impact assessments under NEPA. In fact, the provision even precludes the FDA from taking environmental considerations into account in its work. The administration unequivocally opposes this provision. This week, I spoke with the Vice President, who expressed his serious personal concerns about this provision. In just a few sentences, this bill opens the door to weakening our environmental protections and lays a welcome mat down for future exemptions and future attacks on an effective and essential environmental statute.

This is a terrible precedent, but it also directly affects the environment. The FDA regulates products which constitute a quarter of our gross domestic product. When it makes decisions on food containers, or manufacturing plant approvals, or handling and disposal of medical supplies, it can have an immense impact on the environment.

Ironically, this antienvironmental extremism is not even demanded by the regulated industry, which regards the reforms of the NEPA process recently announced by the Clinton administration as fair and balanced.

We all agree on the importance of FDA reform. The reauthorization of the Prescription Drug User Fee Program is tremendously important to assure that the FDA will have adequate resources to review new drugs and biological products quickly and effectively. This legislation contains many significant reforms that can streamline the regulatory process and codify improvements that FDA has already taken administratively. I compliment Senator JEFFORDS, the chairman of our committee, and many other colleagues who have worked hard on this bill and have been willing to work together to eliminate many other troublesome provisions in the bill as originally introduced. Let us now move to complete this work by fixing the remaining contentious issues included in this legislation.

The PRESIDING OFFICER. The Senator from Vermont is recognized.

Mr. JEFFORDS. Mr. President, this legislation is the result of a well-considered process to consult with all points of view and to benefit from the expertise needed to craft legislation on this complex matter. The substitute before us today stands on the shoulders of four hearings and a committee markup of a comprehensive Food and Drug Administration reform bill in the 104th Congress.

This year we held two more hearings, taking testimony from Food and Drug Administration, industry experts, physicians, and consumer groups—and I emphasize “and consumer groups.” Staff held dozens of meetings with Food and Drug Administration, experts and patient groups, discussing in detail

every issue of this bill. The negotiation process with Food and Drug Administration, and the minority started in the drafting phase of the bill and continued up to and right through the markup, and has continued right up to this moment. This has been a process marked by openness and consultation.

The philosophy of this bill is to codify recent efforts of the self-reform of the Food and Drug Administration, and a great deal of that is self-reform which we are codifying, and to provide the Food and Drug Administration with the tools to do even better in certain areas.

We recognize that Congress cannot micromanage an agency like the Food and Drug Administration, nor do we want to. But we must set realistic performance goals to ensure the public is protected and well served and that the industry is fairly treated. In an era of flat or declining resources, we must give the Food and Drug Administration the management tools it needs to manage an increasing workload without the expectation of ever-increasing appropriations to assist them.

The first title of S. 830 establishes in statute that the mission of the Food and Drug Administration is to protect the public health, promptly and efficiently review clinical research, and take appropriate action on the marketing of regulated products in a manner that does not unduly impede innovation or product availability.

From the 1906 Food and Drugs Act through the 1990 Safe Medical Devices Act, food and drug law has emphasized the duty of the Food and Drug Administration is to protect the public against unsafe or ineffective products. This legislation, as reflected in the mission statement, strengthens protection of the public from unsafe or ineffective products and provides a better balance in the law by ensuring timely access to safe and effective products. It is simple: Safe and effective products can be made available more quickly—and they should be. That is what this bill does.

The legislation reauthorizes the Prescription Drug User Fee Act of 1992, commonly referred to as PDUFA, to allow the continued collection of user fees from prescription drug manufacturers for 5 additional years. PDUFA I represented a consensus among the Food and Drug Administration, the prescription drug industry, and Congress that the industry would pay user fees to augment the resources of the Food and Drug Administration devoted to the review of human drug applications. PDUFA I has succeeded in substantially reducing review times for human drug applications, bringing those drugs to the market sooner than before.

At some point in the debate I would like to engage a colloquy with Senator MIKULSKI, a cosponsor of S. 830, to discuss the importance of the performance enhancements that PDUFA will bring to the drug review process. We have all



benefited from Senator MIKULSKI's determination to bring the Food and Drug Administration into the 21st century for the benefit of her own constituents who work at the FDA, for the betterment of the burgeoning biotechnology sector in Maryland, and for the parties throughout America who are served by the technologies developed by those companies.

Title VII of S. 830, or PDUFA II, would build on the original legislation by codifying new commitments from FDA to implement more ambitious and comprehensive improvements in the regulatory process. PDUFA I focused on reducing the length of time taken by FDA in reviewing an application. The committee commends FDA for successfully meeting, and at times exceeding, the performance goals established at PDUFA I. However, while review times for submitted applications have improved, the period of time taken to get the drug through the drug development phase has recently increased from 5 to 7 years. Appropriately, PDUFA II will focus on shortening overall development time.

It will streamline interaction with the FDA during the highly regulated drug development phase and also establish new performance levels and procedures for FDA that are designed to reduce the time required to show that a drug is ready for FDA review.

The bill provides improved access to new treatments and important information needed by patients. Section 102 establishes a statutory right for any person, acting through a physician, to request an investigational drug, biological product, or device for diagnosis of a serious disease or condition. This provision builds upon current FDA programs that have proved so successful for aids and cancer drugs, and this is an area that is critical to all of us.

This section of the bill includes modifications urged by the FDA and patient groups, that codify important patient protections. These provide patient access under their physician's supervision, to unapproved therapies, under the existing emergency use, and investigational device and drug treatment exemption programs.

Another important provision advocated by the patient groups as one of their top priorities is section 808, which establishes a registry of clinical trials, both publicly or privately funded, of experimental drugs and biological or serious life-threatening medical conditions.

Registry information must be understandable to the general public and include the purpose of experimental protocol, trial eligibility criteria, and sites and contact points for people wishing to enroll in a clinical trial. It is critical that those people who are suffering from the diseases of this nature be able to find out how they can get involved and be able to take part in a program which is designed to bring them back to health. Patients, health care providers, researchers, and the

public would access the registry through toll-free telephone communications and other informational systems. This provision was included in the bill as an amendment offered by Senator DODD, based on legislation introduced by Senator SNOWE and Senator FEINSTEIN. We are all grateful for their leadership in this area. I should add that Senator DODD, who is a co-sponsor of S. 830, must be recognized for his early and unflagging support for enacting broad-based reform this year. He has worked incredibly hard and has been one of the most steadfast leaders in bringing forth a bipartisan bill.

Yet another provision designed to speed new drugs to patients who need them is section 613. The FDA currently has a number of mechanisms aimed at streamlining the development and approval process for new therapies for serious and life-threatening conditions. Section 613 establishes a statutory mechanism for identifying breakthrough drugs early in the product development phase. It provides sponsors of such drugs a reasonable opportunity for early interaction with the agency to further help streamline the development and approval process for such drugs.

This provision is intended to clarify and to coordinate some of FDA's mechanisms for new drugs and biological products that are intended for the treatment of serious and life-threatening conditions and that demonstrate the potential to address unmet medical needs for such conditions. It defines and clarifies a process pursuant to which sponsors of these drugs may interact with the FDA, and includes provisions that will ensure that these processes are well known and well understood.

I want to mention other changes made in the substitute that have been the subject of discussion between the committee markup and floor consideration.

I want to make sure that everyone has an opportunity to know what we will be voting on and that they will have an opportunity to review this and, hopefully, fully understand it. Certainly, my staff, and I am sure Senator KENNEDY's staff is available to enlighten them if they have questions. I urge all members to take a look at the bill that is now before the Senate.

The third-party review provision has undergone substantial revision since its was first debated in the 104th Congress. This provision has been developed under the leadership of Senator COATS, who has played an important role in advancing FDA modernization throughout this process. This year, he has played a special role in the development of S. 830 from its inception and provided wise counsel on how to achieve the best possible reform at the FDA. The third-party review pilot in this bill moves important expansion to the current FDA third-party review program for medical devices.

I should mention that two amendments to the provision on third-party

review for medical devices offered by Senator HARKIN in committee, which were not agreed to, did form the basis for subsequent compromise reflected in the substitute now before the Senate. To meet the Senator's concerns and the concerns of others, the bill sponsors have agreed to statutory language establishing the right of FDA to review records related to compensation arrangements, and excluding from third-party review class III products, products that are implanted for more than 1 year, products that are life sustaining or life supporting, and products that are of substantial importance in the prevention of impairment to human health.

This was an important provision which brought peace of mind to many and allowed us to come forward with the bill in the form we have now. These changes in scope and the additional safeguards to protect against conflict of interest broaden public confidence in this pilot and provide FDA with a needed tool to manage an increasing workload of medical device reviews.

Two other critical provisions to improve the medical device review program will make the review process more efficient and collaborative for high-technology products—those which offer the greatest benefit for patients and which also experience the longest review times at FDA. Senator WELLSTONE is the sponsor of legislation to reform the medical device approval process that includes these two provisions and others in S. 830, and I applaud his leadership on these issues. Section 301 creates the opportunity for a manufacturer to meet with FDA to establish the type of scientific evidence necessary to demonstrate effectiveness for a device. FDA had earlier concerns about binding determinations of device data requirements needed to show efficacy. In response to the FDA, the provision has been modified to ensure that the agency will receive sufficient information to make such a determination and is provided authority to modify the determination where appropriate.

Manufacturers should not have to spend months wondering if their application is still on track in the review process. Section 302 requires the agency to meet with manufacturers 100 days after a premarket approval application is submitted to discuss deficiencies and any additional information required for approval. This provision, too, was modified to address FDA's concerns that the agency only be required to identify deficiencies known at the time of the 100-day meetings. And FDA would only be required to identify information needed to correct those deficiencies.

In recognition that the mandatory postmarket surveillance authority established in the 1990 Safe Medical Devices Act was overbroad and inconsistently applied, S. 830 made the current mandatory postmarketing surveillance discretionary and limited surveillance to a 24-month period, unless FDA

showed that longer time is needed to track device after marketing.

Concerns of the FDA and patient group are further addressed in the substitute by striking the portions of the provision establishing new duration and scope limitations on postmarket surveillance—under the agreement the only change to the existing surveillance authority is to make it discretionary, allowing FDA the flexibility to impose surveillance requirements as appropriate without leaving itself or companies in technical violation of the law.

Another area of disagreement prior to markup was the manner in which S. 830 proposed to handle certain types of manufacturing changes for medical devices. Senate bill 830 proposed to allow these changes to proceed on the basis of a notification rather than a full supplemental application.

The substitute modifies the provision in the manufacturing changes section so that FDA may in some cases still require the submission of a supplement for a manufacturing change, and such supplement must be approved prior to implementation of the change. These manufacturing change supplements shall be reviewed in 135 days. This compromise will still allow many, if not most, manufacturing changes to proceed under a streamlined process.

Senator GREGG, who worked very, very hard on this bill, has been certainly one of those who deserves a great deal of credit for bringing it to the body in the form it is in, which I believe is most satisfactory. He is to be also commended for his proposals to streamline the FDA process for the consideration of health claims based on Federal research and his amendments to establish uniformity for over-the-counter [OTC] drugs and cosmetics.

He has modified this provision to exempt California's proposition 65 and allow States to regulate cosmetic labeling and packaging issues where FDA has not acted. Senate bill 830 authorizes truthful, nonmisleading health claims for food products that are based on published authoritative statements of scientific bodies of the U.S. Government such as the National Institutes of Health. FDA expressed concern regarding the length of time the agency had to assess these proposed claims and the mechanism by which they might prevent a particular claim from going forward. Agreement with FDA was reached on the basis that FDA is given 30 additional days to review a health claim under the provision, for a total of 120 days to review a health claim. FDA is able to prevent the claim from being used in the marketplace by issuing an interim final regulation. FDA may also block a claim from going forward, if the conditions established under the provision governing claims are not met. Again, I thank the Senator for his excellent work in crafting this provision and reaching agreement with the FDA.

The committee adopted an amendment by Senator FRIST which conforms

the statute with FDA's current practice and today's science with regard to the quality of data required to show drug efficacy. I am especially grateful to Dr. FRIST, a cosponsor of the S. 830, whose medical expertise has lent credibility to the decisions we have made in the complex area of medical technology regulation.

Senator DEWINE, joined by Senator DODD, offered an important amendment to establish incentives for the conduct of research into pediatric uses for existing and new drugs.

The bill was improved by Senator HUTCHINSON's amendment, to establish a rational framework for pharmacy compounding, which respects the State regulation of pharmacy while allowing an appropriate role for FDA. I look forward to participating in a colloquy with the Senator and the ranking minority member on this topic.

The ranking minority member, Senator KENNEDY, has played a vital role in bringing this compromise to the floor. In markup, he offered two important amendments adopted by the committee. One amendment, developed in consultation with Senator GREGG, improved a provision from last year's legislation governing the regulation of radiopharmaceuticals. The second improved the bill's provision setting forth a streamlined process for the review of supplemental applications for new uses of approved drugs.

I commend the Senator for his hard work and willingness to compromise on a number of issues which threatened to hold up proceeding on the bill. We reached agreement on the distribution of health care economic information. This data is the essential information ingredient in the drug selection process in the growing managed care sector of the health insurance marketplace. We agreed to require pharmaceutical companies to report annually on their efforts to comply with postapproval studies. This is essential information needed to provide the assurance that these studies will in fact be completed. Again, I thank the Senator for his willingness to work out these and other compromises.

Finally, I would like to comment on the involvement of patient and consumer groups: They testified at one of our committee hearings. Also, our staff met a dozen times with representatives of these groups to discuss their proposals, share our ideas and drafts, and debate policy issues. Representatives of these groups were in key meetings with industry, FDA, and bipartisan staff to discuss the resolution of issues they identified as critical—pharmacoeconomics and the requirement of drug companies to comply with postapproval, or phase four, study requirements are examples of where we relied heavily on their advice and were pleased to have their information.

The bill reflects changes to address their concerns: Companies must report on their compliance with phase four studies; FDA is given express authority

to inspect compensation records of third-party reviewers; patients will have access to a registry of clinical trials information; and additional safeguards were built into the provision allowing expanded access to products under clinical investigation. It is clear that these groups have played an active and important role in drafting this bill.

Mr. President, I stand before the body today with a sense of relief because, for the first time, I feel we are really, without any further delays, coming toward completion. It is also still my purpose and my goal to ensure that all Members will still have an opportunity to express themselves, and that when we come back next time, I hope that we will have an agreement or unanimous consent that we can proceed without the necessity of invoking cloture, and have amendments established to be considered in reasonable lengths of time, so that this bill can move forward. Certainly, I ask those who are desiring to propose amendments, when we come back here next week, to get in touch with us today, tomorrow, and during the weekend and the first of the week so we can try to accommodate all Members who desire to have amendments that they desire to have expeditiously considered.

I urge all of the body to recognize that this is an important piece of legislation. It has to be acted upon yet by the House. They are anxiously awaiting us to move, so hopefully the bills can be as close together as possible, so that we can have the bill signed into law expeditiously, within a month.

With that, Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. HARKIN. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. HARKIN. Mr. President, I yield 10 minutes to the Senator from Minnesota.

The PRESIDING OFFICER (Mr. AL-LARD). The Senator from Minnesota.

Mr. WELLSTONE. Mr. President, I come to the floor to speak about S. 830, the FDA Modernization Reform Act of 1997.

I guess there are a couple of things I would like to say about this piece of legislation.

First of all, I would like to thank my colleagues who have worked very hard on this. Senator JEFFORDS, Senator KENNEDY, Senator COATS, Senator GREGG, Senator HARKIN, and many others as well.

I also would like to thank Linda Degutis, who is going to be on the floor with me who has been a fellow with our office. These fellow programs are wonderful programs. I think many of us are always looking for additional support and expertise. She has done a marvelous job.

This bill has traveled an interesting journey. It was in committee markup about maybe a year ago, or thereabouts. I voted against it then. That was a difficult vote for me because it never really came to the floor. But I said then that there was much in this bill that I approved. I wanted to see some changes. But I thought the bill went too far.

It was frustrating because on the medical device part of this bill our office had put much work into it. We spent about a year and a half, and I think other Senators know what this is like—writing a lot of the provisions. But I thought the legislation went too far.

There were a number of things in it that are technical sounding. I will not go into all of it. But it was an overreach. It went too far trying to privatize FDA. The one thing you don't want to do is throw the baby out with the bathwater. I really have to keep the consumer protection part. It is quite one thing to say that you want more predictability and more timeliness and more focus in the regulatory process. I am all for that. It is one thing to say that we have to get these products to the market in a timely fashion. I am all for that. But they have to be safe and effective.

Then we came back to committee. The second time around it was close again because there were some provisions in the bill that I did not agree with. I voted for it. I have tried to work real hard with lots of different people here. I don't think I need to talk about myself because that is not important. I think this has been a pretty darned important collaborative effort.

We are almost there. I thank Senator GREGG for his cooperation. I think the provisions dealing with cosmetics and preemption of State standards, which would have affected my State in a very negative way, was a mistake. I think that has been worked out. We still may have some work to do yet with NEPA in terms of how this affects environmental impact statements. I believe that will be worked out. There are a couple of other problems that I think we are working on right now.

But, Mr. President, let me just say that it is my belief that we can do better—that we can provide medical products to consumers in a more timely manner through the provisions in this bill while retaining significant consumer protection. It is my belief as a Senator that this legislation would improve the predictability and the timeliness and the focus of the regulatory process for medical products.

Mr. President, next week when we bring this bill up, I am going to talk about what all of this means in specifics because this has been about 2½ years of work for me as a Senator from Minnesota. But as long as we are just kind of setting the stage here, if you will, I think the mood here in the Senate is very positive.

I say to Senator JEFFORDS again, Senator JEFFORDS has done a really

fine job of bringing people together. I actually think that we brought together not only Democrats and Republicans but others, a lot of people who have been involved with this. I will give full credit to a lot of the consumer organizations who have not agreed with everything in the bill, and they have been fighting hard and they continue to fight hard. They certainly have let me know when they have not agreed with positions I have taken, but they have done it with class, and they have been tough. They should be tough, and they should be critical. And they have been.

By the same token, I want to make it clear that I think the business community, the industry has been very responsible. At one point in time when the Congress first started talking about FDA reform, I think there were some—this now goes back probably 2 years or so—who really looked at this as an opportunity to privatize FDA, roll back the really important consumer protection provisions.

I think that is over. It is over for a lot of different reasons. It is over because I think people now in the Congress hopefully understand that people in the country are not interested in not having strong consumer protection. They view FDA as extremely important to them and the regulation that FDA does as being very important to their lives and to their children's lives.

I also think people have pulled back from that because of the industry—and I want to give a lot of credit to the industry. There are a lot of people in the industry—and I know more about the medical device industry—who have basically every step along the way made it clear that, no, this goes too far; we are willing to compete with the gold standard; we are just asking to get our products to the market in a more timely fashion, but we don't want to give any ground. These products have to be safe and effective.

To say that there ought to be more predictability, to say that when you have a protocol and you have waited for a year or you have waited more than a year and then all of a sudden you are told the protocol is no good, you had a right to learn about that earlier, you would like to at least have conversation with the agency, is very reasonable.

Now, we had some provisions in the bill, including when I voted for it in the committee, that I thought still needed to be worked on, changes needed to be made. Again, Senator JEFFORDS, Senator KENNEDY, and a number of people worked very hard and I think we have really worked very diligently, and a lot of those problems I think we have dealt with.

So what we have here, Mr. President, I think is an important piece of legislation. We will undoubtedly have that, when we bring this bill to the floor—I say to my colleague, Tuesday, probably, is that correct?

Mr. JEFFORDS. That is correct.

Mr. WELLSTONE. There will be discussion. Some of us are still working on improvements. But overall what this piece of legislation does, I will summarize—and I will talk about it in specifics later. I will talk about it in a fairly technical way next week. But if I had to summarize, I do believe now after tough negotiation, after a lot of people in the country being involved with this on all sides, after Democrats and Republicans I think pulled together on this, with Senator JEFFORDS—and I am not just saying this because he is in the Chamber—really providing key leadership, Senator KENNEDY being in there fighting, with Senator COATS as well, being willing to negotiate; I am proud of our office's roll and other people as well, what we have is a piece of legislation which says essentially, look, there will be more predictability, there will be more timeliness, more focus on FDA's regulatory action, we can get products to the market in a timely fashion, which is important to families and consumers, but we can do it in such a way that we do not sacrifice consumer protection.

We are almost there, and I think this is going to be a very important reform bill, and I am very proud to be a part of it.

I thank my colleague for his work.

Mr. JEFFORDS. Mr. President, I will yield on my time. I thank the Senator for all the work he has put into this bill. I know he is probably one of the strongest consumer advocates this Senate has ever seen. I would like to chat with the Senator just a bit because there is some concern of consumer advocates in my State who say how come we are getting all these editorials? And I would have to say in fairness to this committee they are based upon information which may have been true a month or 2 months or 3 months ago, but we have gone out of our way to put on the web pages—in fact, the most recent agreement which we have reached on cosmetics is now, or will be this afternoon, on the web pages so that all they have to do is tune in and they can see the exact wording.

So I urge those who are still nervous about what is in the bill to find out. It is available. In the modern age of being able to have information available, it is available instantly around the country. I hope that we would continue to work on the basis of what the bill is instead of what it used to be.

I acknowledge the Senator's contribution to this effort entirely. The Senator has been instrumental in proposing innovative ideas and finding solutions. He has done an outstanding job in helping myself and Senator KENNEDY bring this bill to where it is. The Senator is looked upon by many as a person they can trust to protect the interests of the consumer. So I thank the Senator for his very active participation in this bill.

Mr. WELLSTONE. Mr. President, I thank my colleague, and I think he is right about the time lag on information that has gotten to people. We have

continued to be in tough negotiations and a good number of these problems have been resolved. I guess my style would be to say to the strong consumer organizations, keep on pushing hard to the very end. I think this is emerging as a real solid piece of work, and I am proud to be a part of it.

I thank the Senator very much for the very gracious remarks. Linda Degutis, again, I thank very much for her help. She has been helpful in this in a big way.

I thank the Chair.

Mr. DODD. Mr. President, I want to begin by thanking my colleagues for their overwhelming support last week for cloture on the motion to proceed with this bill. Some 89 Senators very loudly and very clearly told us last week that they were ready to move forward to reauthorize PDUFA and to begin debating the other critical reforms this bill contains.

There is no Federal agency with a more direct and significant impact on the lives of the American people than the Food and Drug Administration. The foods we serve our family, the medicines we take when we're sick, even the drugs we give our pets, are all approved and monitored by the FDA.

We must not lose the opportunity that we have before us now to enact legislation that ensures the FDA has the authorities it needs to bring safe and effective products to the American people quickly and efficiently.

I would like to again thank both Senator JEFFORDS and Senator KENNEDY for their perseverance on this issue. Time after time they have been willing to return to the bargaining table after many others would have just walked away. With open minds and in good faith, they've extensively negotiated this bill, line by line.

We have come to a point where issues on which Members were previously completely polarized—third party review of medical devices, off-label dissemination of information, health claims for food products, the number of clinical trials needed for drug approval, and just today national uniformity of cosmetics—we've now reached agreement.

I don't know that any of us would have thought unanimity possible on these provisions even 2 months ago—yet here we are with full agreement on all but a handful of issues.

I know we have a better bill for all of the arduous negotiations that have occurred.

Just as an example of how far we've come, let's talk about third party review of medical devices. The bill would expand the pilot program currently administered by the FDA.

This is a program, I should note, that is supported by the FDA as a way to make more efficient use of its resources.

In last years debate, which many of you will remember as being much more acrimonious, we were told this provision was a nonstarter, no room to compromise, subject closed.

This year, I am pleased to say, a spirit of bipartisanship and compromise prevailed. Senator HARKIN, Senator KENNEDY, and Senator COATS worked diligently to draft language that ensures that higher risk devices aren't inappropriately included in this pilot program and that strong conflict of interest protections are in place.

And just last night, again on an issue that appeared unresolvable—national uniformity for cosmetics, we have reached agreement. Senator GREGG has offered what I think is a very reasonable compromise. In the area of safety requirements, States can continue to regulate where the FDA has not acted.

Conflicting State requirements that could confuse consumers will be removed. But where the FDA has not chosen to act, where it does not have either the manpower or the authority to protect the public, States can contain to play their historic role in regulating cosmetics.

This is the kind of effort made over and over again on this bill—some 30 times just since markup 2 months ago we have made improvements to this bill. A great many of us take pride in the product that has been created—a bill that will speed lifesaving drugs and devices to patients and that clearly retains the FDA as the undisputed arbiter of the safety effectiveness of these products.

Mr. President, I would like to speak for a moment about some of the positive reforms contained in this bill.

At the heart of this bill is the 5-year reauthorization of PDUFA, the Prescription Drug User Fee Act—a piece of legislation remarkable for the fact that there is unanimous agreement that it really works.

PDUFA has set up a system of user fees which drug companies pay to the FDA. These fees have enabled the Agency to hire more staff. As a result, drug approval times have been cut almost in half, getting new and life-saving therapies to patients more quickly.

In addition, by improving the certainty and clarity of the product review process, S. 830 encourages U.S. companies to continue to develop and manufacture their products in the United States. The legislation emphasizes collaboration early on between the FDA and industry during the product development and product approval phases. This will prevent misunderstandings about Agency expectations and should result in even quicker development and approval times.

In addition, S. 830 establishes or expands upon several mechanisms to provide patients and other consumers with greater access to information and to life-saving products.

For example, S. 830 will give individuals with life-threatening illness greater access to information about the location of on-going clinical trials of drugs.

Based on a bill originally championed by Senators SNOWE and FEINSTEIN. I offered an amendment in com-

mittee, which I was pleased to see adopted, to expand an existing aids database to include trials for all serious or life-threatening diseases.

Experimental trials offer hope for patients who have not benefited from treatments currently on the market. Currently, patients' ability to access experimental treatments is dependent upon their spending large amounts of time and energy contacting individual drug manufacturers just to discover the existence of trials.

This is not a burden that we should place on individuals already struggling with chronic and debilitating diseases. This database will provide "one-stop-shopping" for patients seeking information on the location of and eligibility criteria for studies of promising treatments.

Mr. President, I am particularly pleased that this bill incorporates the Better Pharmaceuticals for Children Act, legislation originally introduced by our former colleague from Kansas, Senator Kassebaum, and now cosponsored by myself and Senator DEWINE, along with Senators KENNEDY, MIKULSKI, HUTCHINSON, COLLINS, and COCHRAN.

This provision addresses the problem of the lack of information about how drugs work on children, a problem that just last month President Clinton recognized publicly as a national crisis.

According to the American Academy of Pediatrics, only one-fifth of all drugs on the market have been tested for their safety and effectiveness in children. This legislation provides a fair and reasonable market incentive for drug companies to make the extra effort needed to test their products for use by children. It gives the Secretary of Health and Human Services the authority to request pediatric clinical trials for new drug applications and for drugs currently on the market. If the manufacturer successfully conducts the additional research, 6 extra months of market exclusivity would be given.

I recognize that there are few matters still unresolved on this bill despite the best efforts of all involved. And those we will need to simply address though the traditional process of holding votes on the issues.

One issue, which I plan to discuss further when we debate the bill on Tuesday involves section 404 of the bill, which relates to the FDA's review of medical devices. This provision, the so-called labeling claims provision clarifies current law by stating that when reviewing a device for approval, FDA should look at safety and efficacy issues raised by the use for which the product was developed and for which it will be marketed.

Again, this is current law. Unfortunately, in a few instances, the FDA has inappropriately expanded the scope of its review by requiring manufacturers to submit data on potential uses of product.

Some have raised concerns that under this provision a manufacturer

could propose a very narrowly worded label for a device and that the FDA would be barred from asking for information on other obvious uses.

This is simply not the case. The FDA retains its current authority to not approve a device if based on a fair evaluation of all material facts, the labeling is false or misleading. Clearly, if a bad actor device manufacturer attempted to get a misleading label past the FDA, the Agency would have full authority to disapprove the product.

I was pleased to join Senator JEFFORDS as the first Democratic cosponsor of this bill. I would thank him again for the hard work and long hours that he and his staff, as well, as Senator KENNEDY, Senator MIKULSKI, Senator WELLSTONE, Senator COATS, Senator GREGG, and others, have contributed.

I look forward to further debate on and to joining my colleague next week in enacting this legislation.

Mr. JEFFORDS. Mr. President, I make a point of order that a quorum is not present and ask unanimous consent that it be evenly divided between the minority and majority.

The PRESIDING OFFICER. Without objection, it is so ordered. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. JEFFORDS. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. JEFFORDS. The minority representative and myself are sitting here. There is some time left. However, we also want to move the calendar forward as best we can. I just want to alert all Members, minority and majority, if we do not receive a communication from a Member or staff within 10 minutes, it is our intention to yield back the remainder of our time in order that we may move the process of the Senate forward. I just let everyone know that. We will be sitting here, awaiting the news.

I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. JEFFORDS. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. JEFFORDS. Mr. President, speaking on behalf of the leader, I ask unanimous consent that the cloture vote with respect to FDA occur at 10 a.m. on Tuesday, September 16, the mandatory quorum call under rule XXII be waived, and the time between 9:30 and 10 a.m. be equally divided for debate, prior to the vote.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. JEFFORDS. Therefore, under rule XXII, all first-degree amendments must be filed at the desk by 1 p.m. on Monday, September 15. I ask unani-

mous consent that all second-degree amendments may be filed up to the time of the vote on Tuesday.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. JEFFORDS. Mr. President, at this time, and I have the permission of the minority, I will yield back the remainder of our time, both minority and majority time; and I so do.

The PRESIDING OFFICER. All time is yielded back.

Mr. JEFFORDS. Mr. President, I make a point of order a quorum is not present.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. INHOFE. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. INHOFE. I ask unanimous consent that I be recognized for 5 minutes as if in morning business.

The PRESIDING OFFICER. Without objection, it is so ordered.

#### IN MEMORY OF MOTHER TERESA

Mr. INHOFE. Mr. President, Mother Teresa, truly a saint, died last week at age 87. I think we have all talked about her and the fact she dedicated her life to helping the poor and the sick, the dying around the world, particularly in India. But I remember so well a morning on February 3, 1994. It was a National Prayer Breakfast. We had invited Mother Teresa to come and be our speaker. She did not reject. She just said, well, if the Lord is willing, I will be there. And we said, do you think he will be willing? And she wasn't too sure.

Nonetheless, she did show up and we had an audience of 3,000 people in the hotel, including the President and his wife, and the Vice President and Mrs. Gore, and congressional leaders, people from all over the Hill and from all over America. Every State was represented, almost every country was represented, and, of course, in addition to that there was a television audience of millions.

Mother Teresa gave really an extraordinary speech. It was referred to by columnist Cal Thomas as "the most startling and bold proclamation of truth to power I have heard in my more than 30 professional years in Washington."

I think a lot of us know Peggy Noonan. She was the speech writer for Ronald Reagan. She called it "a breathtaking act of courage."

In describing it she said Mother Teresa was introduced and spoke of God and love and families. She said, "We must love one another and care for one another." And she described it that there were "great purrs of agreement" from the audience. And I remember that so well because I was one who was purring.

But the speech became more pointed at that moment.

Mother Teresa—and I am quoting now, Mr. President—said:

I feel that the greatest destroyer of peace today is abortion, because it is a war against the child, a direct killing of the innocent child, murder by the mother herself. And if we accept that a mother can kill her own child, how can we tell people not to kill one another?

She said:

By abortion, the mother does not learn to love but kills even her own child to solve her problems. And, by abortion, the father is told that he does not have to take any responsibility at all for the child he has brought into the world. That father is likely to put other women into the same trouble. So abortion just leads to more abortion.

Then she said:

Any country that accepts abortion is not teaching its people to love, but to use any violence to get what they want. This is why the greatest destroyer of love and peace is abortion.

Mrs. Noonan described the scene:

For about 1.3 seconds there was complete silence, then applause built up and swept across the room. But not everyone: the President and the First Lady, the Vice President and Mrs. Gore looked like seated statues at Madame Tussaud's, glistening in the lights and moving not a muscle.

I remember when Mother Teresa then looked over at President and Mrs. Clinton and she said:

Please don't kill the child. I want the child. Please give me the child. I am willing to accept any child who would be aborted and to give that child a married couple who will love the child and be loved by the child.

From here, a sign of care for the weakest of weak—the unborn child—must go out to the world. If you become a burning light of justice and peace in the world, then really you will be truest to what the founders of this country stood for.

Mr. President, we must revere Mother Teresa for what she was, the saint that she was, and we must remember her. But I think most of all we must listen to her. I repeat: "Any country that accepts abortion is not teaching its people to love but to use any violence to get what they want. This is why the greatest destroyer of love and peace is abortion."

I suggest the absence of a quorum.

The PRESIDING OFFICER (Mr. HAGEL). The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. DORGAN. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. DORGAN. Mr. President, I ask unanimous consent to speak for 10 minutes as in morning business.

The PRESIDING OFFICER. Without objection, it is so ordered.

#### FAST-TRACK TRADE AUTHORITY

Mr. DORGAN. Mr. President, the President has sent to the Congress a determination that he would like Congress to provide what is called fast-track trade authority with which he could negotiate additional and new

trade agreements with other countries. It is my hope that in the coming weeks, this request will result in a significant, new and interesting debate about this country's trade policies.

I know as I begin this discussion that we will almost retreat immediately into two camps. The one camp is "We're for free trade, we're for, therefore, what is called fast-track trade authority." The other side is somehow a bunch of know-nothing protectionists, a bunch of xenophobes who just don't understand the world, and all they want to do is create walls around our country.

That is the thoughtless way that most trade debate has been conducted in this town and in Congress. I hope, however, that this time, when we discuss fast-track trade authority, we will have an opportunity to evaluate trade policy.

The issue for me is not fast track. That is a procedural issue. Yes; I will want to evaluate the underlying law from 1974 on fast track, and I am going to do that to see whether that fast-track approach might be changed. However, I am much more interested in the question of what will be the results? What kind of trade agreements and what kinds of trade policies are they seeking under fast track?

We had fast track most recently for something called NAFTA, a set of trade agreements with the United States, Mexico, and Canada. Just prior to fast track, we had a \$2 billion trade surplus with Mexico. Now we have a \$16 billion trade deficit with Mexico. Can anyone believe that should be described as a success? I think not. Just prior to this trade agreement, we had an \$11 billion trade deficit with Canada. Now we have a \$23 billion trade deficit with Canada. Can that be described as a success? I think not.

Our trade problems go on and on. There is China, Japan, and more. We will have a trade deficit with China of well over \$40 billion a year. Our trade deficit with Japan has hovered between \$50 and \$60 billion a year as far as the eye can see.

No one wants to talk about the central question we ought to debate with respect to trade, and that is, what about enforcing the trade agreements that already exist?

I want to give my colleagues an example of one of the things that bothers me so much about where we go in this trade discussion. Right at this moment we have an ongoing discussion with Japan on the issue of the United States aviation industry's access to the Japanese markets. In trade with Japan, in the arena of airline passenger service, we have a net surplus with Japan of a couple billion dollars. We have better carriers in terms of being able to compete. They are better able to compete with the Japanese, and we actually do quite well. We have a surplus in that area.

If we had completely open skies and unlimited competition and unfettered

competition with the Japanese with respect to airlines, we would have an even larger surplus with Japan. But we have trade agreements with Japan that we made previously with respect to passenger aviation and with respect to hauling freight on airlines, and so on.

What has happened is the Japanese have not abided by the previous agreements. We have had a freight agreement with them that they simply have ignored, and have not abided by. Now we are back into negotiation with the Japanese, and the Japanese have done a couple of things. For one, they said, "We don't like the fact that you have a surplus with us on hauling airline passengers."

Think of the arrogance of that. Here is a country that has a \$50 billion trade surplus with us—and has had such a surplus every year, year after year after year—complaining about one little sector where we have a surplus with them, and then they want to get us into a negotiation. Instead of going to open skies where you have free and open competition, they want to get this administration—and I think this administration is headed in that direction—to reach an agreement that is not in our interest.

That is an example of what is wrong with trade policy. We ought to say to the Japanese that on aviation and other issues that we believe that our trade policy ought to result for this country, for the United States, increased economic opportunity and increased trade and, yes, balanced trade. This country cannot and should not countenance long-term trade deficits with countries like Japan of \$50 and \$60 billion a year.

We ought to say to China, for example, that you have a \$40 billion trade surplus with us. We have become a cash cow for your hard currency needs in China, and we will no longer stand for it. If you want to send us all the goods from China into the United States, then we say to you, you have a responsibility and an obligation to buy more from us.

Why is all this important? Because it represents economic vitality and jobs. It is interesting. I hear people talk about trade and they say, "Gee, we've done so well in trade. We've doubled our exports to this country or that country." That is the first thing they will point out in a press release.

So the headline is "U.S. Doubles Export of Goods to Country X." What they didn't say was that imports from that country increased 10 times during the same time period, which means that our trade deficit with that country skyrocketed.

So the whole story, the rest of the story, would describe failure, but the press release describes success—"We've doubled our exports."

In sectors where you have tradable goods, we actually have had a net job loss in this country as a result of all the trade agreements. The job gains which are often trumpeted as being the

result of exports actually come from areas in the nontradable sectors of our economy, particularly in services.

The point I am making about all of this is we are going to have a debate about fast-track trade authority. I want the debate to be about trade policy. Is our trade policy working for this country or isn't it?

I happen to believe in expanded trade. I believe in free trade to the extent that it is fair. I also believe in trade agreements to the extent that we negotiate trade agreements that are in this country's interest. But, for a change, I would like the negotiators who negotiate trade agreements to start wearing the jersey of our side. It is our team that we are worried about.

Is that economic nationalism? Well, I don't know about all those terms they throw about. Do I care about the long-term economic opportunities in this country? Yes. Do I want economic growth here? Yes. Do I want jobs in this country? Yes.

So when a country like China says to the United States, "We want to ship you all of these goods and run a very large surplus with you or have you run a large deficit with us," and then China says, "By the way, we want to buy some airplanes," and they say, "We don't want to buy airplanes made in America, we want you to have your American company produce these airplanes in China," we ought to say that's not the way a trade relationship works.

A bilateral trade relationship works in a way that says, "When you have goods our consumers need, we will buy them from you and you have access to our marketplace, but when you need what we produce, when you need what our workers and our companies produce, we expect you to buy them from us." That is the way a trade relationship works in a manner that is mutually beneficial to both parties.

Our country has been satisfied to have a trade policy that has produced trade deficits, net trade deficits for 36 out of the last 38 years. You show me one CEO of one American company who has had 167 successive quarters of losses, quarter after quarter after quarter forever, who isn't going to stop and say, "Gee, I think there's something wrong here. Something is out of whack." That is exactly what is wrong with our trade policy. Yet, Republicans and Democrats will tell us on the floor of this Senate that our trade policy is working very well. What a terrific policy, they tell us.

I want for us to have greater access to foreign markets. For example: If China wants to send us goods that exceed the amount of goods they will accept from us by \$40 billion a year, I want us to say to China, "You have an obligation to buy much, much, much more from the United States of America to have a balanced trade relationship." I want us to say the same thing to Japan, the same thing to Mexico, the same thing to Canada and others

with whom we have large, abiding trade deficits. We need to say that because those deficits weaken this country. Those deficits detract from our economic growth and fundamentally weaken the American economy.

There are those who, I guess, believe that whatever the interests of the largest corporations in the world are, that they are also in the common interests of the United States. Things have changed. We do, indeed, have a global economy, but the largest corporations in the world now are not national citizens. They don't get up in the morning and say, "Well, you know, I'm an artificial person, I'm a corporation, what in law is described as an artificial person; I can sue and be sued, contract and be contracted with; I'm an artificial person and, therefore, I have allegiance to this country." That's not what they do.

We are not talking about American corporations anymore. We are talking about international corporations that do global business that are interested in profits for their shareholders.

How do you maximize profits for your shareholders? You access the cheapest kind of production that you can access in the world, produce there at a dime-an-hour, a-quarter-an-hour, or a half-a-dollar-an-hour wages and then ship the products to Pittsburgh, Toledo, Los Angeles, or Fargo and sell it on a shelf in a store in one of those cities. Produce where it is cheap and then access the American marketplace.

The problem with that strategy is that while it presents increased profits for international corporations it tends to undermine the American economy. I am not saying the global economy and the growth of the global economy is wholly bad; it is not. It provides new opportunities and new choices for the consumers, and in some cases lower-priced goods for the consumers. The question we have to ask ourselves is: what is fair trade and what advances this country's economic interests?

If deciding that you can produce something that you used to produce in Akron, OH, in a factory in Sri Lanka or Indonesia or Bangladesh and you can get 14-year-olds, pay them 24 cents an hour, working 13 hours a day—if you decide that is in your company's interest—is that in this country's interest? I don't think so.

Is it in this country's interest to see that kind of manufacturing job flight from this country to a low-wage country so that the same product can be produced to be shipped back into this country, and the only thing that's changed is the corporation has more profit and the United States has fewer jobs? Is that in this country's interest? I don't think so.

I was on a television program 2 days ago. When I asked this question the moderator said the conditions under which goods are produced in other countries is none of our business. If another country wants to hire kids and pay them dimes an hour, if another

country wants to produce by dumping chemicals into the water and pollution into the air, if another country wants to produce having no restrictions on those companies and allows them to pollute the air and water, hire kids, pay a dime an hour, if that's what they want to do, is that none of our business? And if the production from that factory—hiring kids and polluting the air and polluting the water—if that production comes into this country and goes on the grocery store shelves, is that all the better for the American consumer because it is going to be cheaper?

I think that is a catastrophe to have that kind of attitude. This country spent 60 years debating the question of what is a fair wage? This country spent decades debating whether we ask polluters to stop polluting, and whether we demand that polluters stop polluting in order to clean our air and water. This country spent a long while debating the question of child labor and whether we should allow factories to employ 10-year-olds and 12-year-olds.

This country has debated all those issues. Yet, in the so-called global economy, fashioned in the interest of those who want to accelerate profits from it, there are those who would tell us that they can just pole vault over all of those issues. They don't have to worry about minimum wages. They do not have to worry about pollution control. They do not have to worry about any of that because they can move their factories elsewhere and ship their products back into the United States. That is not fair trade. That is not something that advances the economic interests of our country and ought not be allowed.

What we do is we pass trade agreement after trade agreement, and we don't enforce any of them. When someone hears me speak they say, "Gee, this is just another protectionist that wants to put walls around this country." I do not; not at all. I am very interested in saying to other countries, first of all, you have an obligation. There is an admission price to the American marketplace. The admission price is that you must abide by certain standards with respect to clean air and clean water, and you can't hire kids, and you can't pay a nickel an hour. Yes, that is the admission price to compete in our domestic market.

And, yes, there is a requirement with other countries with whom we have a trade relationship. That requirement is if they want to access the American marketplace and dump tens of millions of dollars of products into that marketplace, then they have a responsibility to America. That responsibility is that their marketplace must be open to us. If our workers and our producers want to go to Japan and go to China to sell our goods in their marketplace, they must have their marketplace open for that. And to the extent you don't, it is unfair trade.

To the extent any country is involved in unfair trade, this country

ought to have the will and the nerve to say that we're not going to put up with it.

Mr. President, one final point. This advent of a global economy post-Second World War has been an interesting kind of development. The first 25 years after the Second World War we could compete with anybody in the world with one hand tied behind our back. It did not matter much. Our trade policy was almost all foreign policy. Whatever we did or had with another country had to do with foreign policy. For the first 25 years we could do that easily. We did that and our incomes kept rising in this country.

The second 25 years we have had to deal with competitors who are shrewd, tough economic competitors. We now must insist on trade relationships and trade agreements that are fair to this country's interests. The conditions of trade must be conditions with rules that are fair to our workers and producers. The absence of that means that this country is the economic loser. This ought not be what we aspire to achieve in trade agreements.

Mr. President, I have more to say, regrettably, for my colleagues who do not like this message. I will say it often in the coming weeks as we discuss the trade issue. For now I will yield the floor. I see the minority leader has come to the floor. I know he is going to talk about another topic of great interest. I yield the floor.

Mr. DASCHLE addressed the Chair.

The PRESIDING OFFICER. The Senator from South Dakota.

Mr. DASCHLE. I will use my leader time to talk on another matter, and I appreciate very much the Senator from North Dakota yielding the floor to allow me to do so.

#### CAMPAIGN FINANCE REFORM

Mr. DASCHLE. Mr. President, we just announced the signing of a letter dated September 9 by every one of our Democratic colleagues in support of some bipartisan legislation that I hope will enjoy even broader bipartisan support in the not-too-distant future.

The letter is addressed to the majority leader. Because it is brief, and I think the letter is very to the point, perhaps it would be appropriate for me simply to read it.

On July 9, we sent you a letter requesting a date certain on which comprehensive campaign finance reform legislation would be considered on the floor.

Today, we do more than simply renew this request. The purpose of this letter is to communicate to you in the clearest terms possible our specific legislative intentions in this regard.

Senate Democrats are prepared to cast 45 affirmative votes for the substitute language to S. 25, as announced by Senators McCain and Feingold on May 22, 1997. This support, coupled with the votes of the three current Republican cosponsors of this legislation, constitutes 48 votes for final passage, merely two votes shy of a majority.

While each of us might prefer to craft a bill to our individual liking, we recognize that



1997 represents an historic opportunity for comprehensive reform. We are therefore prepared to announce our unanimous support for the only comprehensive, bipartisan approach with a viable prospect of enactment in this session.

There should now be no confusion about the prospects for enactment of the McCain-Feingold bill. Your willingness to schedule S. 25 for an up-or-down vote, coupled with the support of only two additional Republican Senators, could break ten years of gridlock on this matter.

The environment for real campaign finance reform has never been more favorable. We are determined to seize this opportunity, and we ask your assistance in the effort.

It is signed, as I indicated, by all 45 Senators in the Democratic caucus.

Mr. President, I ask unanimous consent that the letter, as it was signed, be printed in the RECORD.

There being no objection, the letter was ordered to be printed in the RECORD, as follows:

UNITED STATES SENATE,  
Washington, DC, September 9, 1997.

Hon. TRENT LOTT,

Majority Leader, U.S. Senate, Washington, DC.

DEAR MR. LEADER: On July 9, we sent you a letter requesting a date certain on which comprehensive campaign finance reform legislation would be considered on the floor.

Today, we do more than simply renew this request. The purpose of this letter is to communicate to you in the clearest terms possible our specific legislative intentions in this regard.

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While each of us might prefer to craft a bill to our individual liking, we recognize that 1997 represents an historic opportunity for comprehensive reform. We are therefore prepared to announce our unanimous support for the only comprehensive, bipartisan approach with a viable prospect of enactment in this session.

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The environment for real campaign finance reform has never been more favorable. We are determined to seize this opportunity, and we ask your assistance in the effort.

Sincerely,

Max Cleland, Tim Johnson, Byron L. Dorgan, Bob Kerrey, D. Inouye, Herb Kohl, Barbara A. Mikulski, Ted Kennedy, Dale Bumpers, Dianne Feinstein, Frank R. Lautenberg, Max Baucus, Paul Wellstone, Paul Sarbanes, Mary Landrieu.

Wendell Ford, Jeff Bingaman, Tom Harkin, Dick Durbin, Richard H. Bryan, Chuck Robb, John Kerry, Fritz Hollings, Daniel K. Akaka, Bob Graham, Carol Moseley-Braun, Patty Murray, Ron Wyden, Carl Levin, Chris Dodd.

Russell D. Feingold, Joe Lieberman, Jay Rockefeller, Robert Byrd, Joe Biden, Robert Torricelli, John Glenn, Barbara Boxer, Tom Daschle, Patrick Leahy, Daniel P. Moynihan, Kent Conrad, Harry Reid, Jack Reed, John Breaux.

Mr. DASCHLE. Mr. President, I give extraordinary credit to our two leaders

on this issue, Senators MCCAIN and FEINGOLD, for their persistence and diligence in the manner in which they have conducted themselves as they have sought resolution of this issue.

I have indicated on occasions, both publicly and privately, that I think Senator MCCAIN deserves great credit for having taken the initiative this year and worked as diligently as he has to bring us to where we are. Certainly the same could be said for our colleague from Wisconsin, Senator FEINGOLD.

The two of them have spent countless hours and an extraordinary effort to bring us to a point where for the first time in recent modern history, Democrats and Republicans can join together in the passage of truly meaningful comprehensive reform.

What I think this letter does is to reaffirm the new math on this issue, to reaffirm how close we really are to passage of a comprehensive bill. I'm not suggesting that all 48 Senators who have signed the letter have agreed to every provision in the legislation. Rather, I firmly believe this letter demonstrates that we are committed to enacting real campaign finance reform this Congress.

There have been suggestions that all we really have to do is to strip away all but a soft money ban, and perhaps we can pass something this year if it is only that. But what this letter indicates is that we have 48 Senators, 2 shy of a majority, who are willing to do a lot more than that, who are willing to take a comprehensive approach to meaningful campaign finance reform, not next year, the year after, but this year, this fall.

So I just hope that everybody understands the ramifications of a letter like this. This is unprecedented. I have looked back and our staffs have investigated the matter. We have never had an occasion where every single member of the Democratic caucus has signed on to one piece of legislation that is bipartisan, that is a direct intention or represents a direct intention to pass comprehensive campaign finance reform. It has never happened before.

So this is an unprecedented and an extraordinarily strong statement on behalf of a lot of Senators who want to see something happen this year, who believe it can happen this year, who want to deal with spending limits, who want to deal with soft money, who want to ensure that somehow we are able to deal effectively with independent expenditures and these growing problems with "issue" ads, who want to see stronger enforcement of disclosure rules, who want to ban foreign contributions, who want to further limit the effort to put some end to the madness in campaigns today when it comes to financing.

How tragic, how ironic it would be if, after all that we have read and all the print and all the time on television about investigations and speeches and intentions for change, and all the

things that are going on currently in the Governmental Affairs Committee, after all that we said, our response is to do nothing at all, our response is to ignore the overwhelming evidence that something has to be done.

One does not have to go through campaign cycle after campaign cycle to come to the conclusion that something is wrong in the system and something needs to be done in a comprehensive way to address the system, all of the difficulties we have, in a much more constructive and effective way than we have on the books today.

That is why what Senators MCCAIN and FEINGOLD are doing is so laudatory. That is why what they are doing deserves not only Democratic but strong Republican support. That is why we cannot lose the momentum and let this opportunity pass us by. That is why we wrote the letter and why it is important now that we commit to an opportunity to resolve these issues this year, before we leave.

So, Mr. President, I am very hopeful that this will add renewed momentum to the effort that I know is already underway in a very diligent manner by our colleagues and by others who have worked on this issue for as long as they have.

Our history on campaign finance reform is not a good one. There have been too many lost efforts. There have been too many lost opportunities. There have been too many partisan divisions and extraordinarily confrontational fights on the floor in an effort to move something in the past.

At various times we actually did move a bill through the Senate, at one point all the way to the President's desk, only to have it vetoed. Let us not have that happen again. President Clinton has said he will sign the McCain-Feingold bill if it gets to his desk.

I have no doubt in my mind, if we ever got to a debate on the Senate floor, an overwhelming number of Senators, Republican and Democrat, would support something like this. Let us work our will. Let us come up with amendments. Let us try to find ways in which to come together rather than to be split apart on this issue in the future.

Will we have unanimity? No. But can we achieve a meaningful, overwhelming consensus on this issue? My guess is, absolutely, yes, we can.

Mr. DORGAN. Will the Senator yield for a question?

Mr. DASCHLE. I will be happy to yield.

Mr. DORGAN. Mr. President, this is quite a remarkable day. I am enormously gratified by the announcement. We have 45 members of our caucus, every single member of our caucus, who signed a letter saying we support the comprehensive campaign finance reform bill called McCain-Feingold. There are three cosponsors, I think, on the other side. That brings to 48 the

number of people who have signed up to say, "We will vote for comprehensive campaign finance reform."

There are some around this town who I think are quitters on this issue. This is not a time to quit. They say, "Well, it's clear you can't get much done. Just do a little piece over here." This is the wrong time to quit. We have 45 people in our caucus who have said they will vote for comprehensive campaign finance reform of our campaign finance system and at least three other cosponsors. We are at 48 votes just with that. And the question is, are there two other votes out there? Are there two other votes? I think there are.

So, those who say this cannot be done, I think what we are demonstrating here with this letter is a substantial reservoir of support to say this system is broken, this system needs fixing, and it ought not be done with a niche over here. Let us do it with comprehensive campaign finance reform that is embodied in the McCain-Feingold proposal.

I ask the Senator from South Dakota—I noticed we have had 3,361 floor speeches on campaign finance reform. So that is 3,362, and mine is 3,363, and we will have a couple more, I reckon. We have had 446 legislative proposals on campaign finance reform. If ever there was a demonstration of this statement that when all is said and done, more is said than done, it must certainly be on campaign finance reform.

Isn't it the case that with this news that we have one caucus with 45 people who have signed up and with several others already cosponsoring, that we are within striking distance of having the opportunity to pass comprehensive campaign finance reform?

Mr. DASCHLE. The Senator is absolutely right. You do not have to be a math whiz to count the numbers, to figure out what it takes to get us to 50. Because if we had 50, of course, the Vice President would be there to break a tie. God forbid we would have to call upon him to do so. My guess is, as I said a moment ago, there would be an overwhelming vote.

But to get us to 50, we just need 2 more votes, two more people. If 2 Republican Senators would come forth and indicate their support publicly, that would be 50 votes. That would be, with the Vice President should he be needed, the majority necessary to pass it this year. In fact, this afternoon.

So, there is absolutely no question that we are now within striking range, within reach, of an opportunity to pass it in the not too distant future. It really is an extraordinary opportunity, one that I would not have guessed we could have reached at this point, but we have, in large measure because of the unanimity of our caucus and because of the courage and leadership of some of our Republican colleagues to date.

Mr. DURBIN. Will the minority leader yield?

Mr. DASCHLE. I am happy to yield to the Senator from Illinois.

Mr. DURBIN. I thank the Senator for taking the floor on this issue. It is a very timely issue.

I am a member of the Governmental Affairs Committee, and we have been engaged in months of preparation and weeks of deliberation on the question of campaign finance. Over \$4 million will be spent on this investigation. Seventy lawyers have been hired. We have issued hundreds of subpoenas for documents, and we have brought before our committee dozens of witnesses, most under oath, and some with grants of immunity, and yet it does not seem what we are doing has resonated.

I think what it suggests is that, if this committee had started off with the premise that when their deliberations had been completed we would come forward with campaign finance reform, the 1998 election would look different to the American voters and I think the public interest would have been heightened in our effort.

Unfortunately, if we just find ourselves recapitulating the sins of the past instead of talking about real reform, it does not strike a resonant cord. The recent vote in the primary in New York City, which was very low, and the vote last November, the lowest percentage turnout for a Presidential election in 72 years, should be a signal to us and to every politician: The more money we spend on campaigns, the fewer voters turn out to vote.

Now, that is a message, unfortunately, of a growing cynicism about this system. Those of us who believe in this democracy and believe in this Government and believe that we as a democracy have the capacity to change in the right direction, have to move forward in a positive way.

I want to congratulate the minority leader, Senator DASCHLE. Forty-five Democrats coming together behind us, with three Republican sponsors, puts us within striking distance. Within hours—within hours—we could have two Republican Senators this afternoon say, "That's it, we have decided we will join."

It is time for campaign finance reform. We could achieve it before we leave at the end of this year. If we do not, I suggest that it is only going to add to the public's cynicism. I certainly hope that is not the case.

I salute the Senator for his leadership and thank him for bringing this matter to the forefront.

Mr. DASCHLE. I thank the Senator from Illinois for his eloquence and his comments. He is absolutely right. I think this failure, should we experience it again, would add to the cynicism. On the other hand, if we could pass it, it would do so much to instill new confidence and new admiration for the legislative process, and I think restore hope in democracy itself.

This is a rare opportunity. We have the momentum. We have demonstrated the votes now are there. I think it is simply a matter of continuing to ensure that we strike an agreement with

regard to scheduling this legislation in the not too distant future. We can do it this week. We can do it within a very short period of time. We do not need a lot of time for debate. We can make this happen. We just need a commitment that we will make it happen. I do not know that the country could be any more pleased with the results of what I would consider to be one of the most consequential accomplishments of this session of Congress.

I yield the floor.

The PRESIDING OFFICER. The Senator from Kentucky.

Mr. FORD. Mr. President, let me thank the Senator from South Dakota, our Democratic leader, for this initiative.

I think you have to understand that the momentum is there because people are concerned, Senators are concerned, politicians are concerned with the turnout, with the cynicism, with all the problems we are facing in this political arena.

In 1974, when I ran for the U.S. Senate the first time, the average cost of a Senate race in this country was \$425,000. In 1996, it was \$4.4 million. The race in Kentucky would probably be a \$5 million race on each side—\$10 million or more, to run for the U.S. Senate from a small State like Kentucky.

There is not a Senator that I know of, not a Senator, that enjoys raising money—enjoys raising money—making calls, calling people they have never heard of before. Some group organized to help with a fundraiser gives you a list to call. These are what we referred to as "cold calls" when I was growing up. A cold call is calling somebody you never heard of and asking for money so that you can run your race.

I think we ought to take the M and M's out of politics—money and meanness, money and meanness. The more money you have, the meaner you can become. I listened to a Senator who was defeated who had a lot of mean ads run against him. He said by the end of the campaign he did not like himself. It gets pretty rough, so we need to take the money out.

We hear a lot about free speech. I understand it. I can go outside and start talking. That is free speech. I can go over to Courthouse Square in my hometown and make a speech to nobody. That is free speech. I can do all of those things. But what we are talking about here is paid speech, paid speech. The more money you have, the more speech you have, but it is paid speech. It is television, it is radio, it is newspapers. Why, some places they make more money off of a political campaign—they want one every year, every 6 months, because we will raise the money to be competitive. Let's be competitive as individuals. Let's be competitive on the issues. Let's be competitive by seeing people and convincing them that your position and what you want to do is right, that you represent a party of principles—families first. Get out there and talk to people.

In Kentucky, we had our first election last year in the Governor's race where you had a limited amount of money you could spend. With all of its warts, the two candidates stayed on the road. They did not fly in airplanes because it cost too much. They were looking for every Kiwanis Club, every Rotary Club, every Jaycees, every Lion's Club they could get to. There were an unprecedented 41 joint appearances. We used to have a joint appearance on television. It was on Kentucky educational television. It was a night Kentucky played for the championship of the NCAA basketball. They even sent the cubs out there to cover it, so no one really watched it. But when we limited the amount of money and limited what they could do, they had to see people, they had to talk about issues, they had to believe in what they were saying.

Mr. President, now is the time to say to this country, "Let us get back to the people. Let us get back to issues. Let us get back to shaking hands and saying, 'I want your vote.'" Look them in the eye and they can ask you questions. That is the way we ought to run political campaigns. That is the kind of political campaign I like to run.

Now we have that opportunity. We can touch it with our fingernails. We can touch it with our fingernails. If only two more Republicans will join, we will have the 50 votes necessary to say we have a comprehensive campaign finance reform bill that will be so important not only to the American people but to us as representatives of the American people. We will not be beholden to people we have never known.

Mr. President, I hope we will join together now and give the American people what I believe they want—less money in politics, more personal contact.

I yield the floor.

The PRESIDING OFFICER. The Senator from Connecticut.

Mr. DODD. Let me briefly commend our leader, the Democratic leader, for soliciting the support of the 44 others of us who make up this caucus, the Democratic caucus. There are 45 members of this caucus, and all 45 members have signed this letter urging the adoption of the legislation introduced by our colleague, JOHN MCCAIN, from the Republican side and RUSS FEINGOLD from our side.

I think, as the leader has said, this is not a perfect bill. I have disagreements with it. I do not applaud every single dotted "i" and crossed "t," nor do I assume anyone else does, but it is a common vehicle to embrace most of the positions we would like to see adopted as campaign finance reform. The fact that 100 percent of those of us on this side have joined in this letter, I think, is a strong indication of our commitment to this issue.

It would not have happened had it not been for our leader on this side. I want to commend him publicly for his leadership on this issue as he has dem-

onstrated in so many other areas and urge that his words be heeded and we try to get some additional sponsors here and see if we cannot bring this up.

#### NOMINATIONS OF JANET HALL AND CHRISTOPHER F. DRONEY

Mr. DODD. Mr. President, I want to briefly say to my colleagues, we will vote in a few minutes on two nominees for the Federal district court bench, Janet Hall and Christopher Droney.

Senator LIEBERMAN and I have appeared before the Judiciary Committee on their behalf. I see our colleague from Alabama here on the floor, who is a member of that committee and who very graciously heard the two nominees.

They are two very highly confident, very qualified nominees. Janet Hall has superlative work experience, both in government service and in private practice. She has worked in the Antitrust Division of the Justice Department from 1975 to 1979. She later joined one of the finest law firms in the State of Connecticut, Robinson and Cole, where she has been a partner since 1982. She has appeared before Federal, State, and appellate courts, and even the U.S. Supreme Court, and her work has focused primarily on complex commercial litigation. In short, she is a very, very fine nominee.

She is a graduate of Mount Holyoke College and the New York University School of Law. She has received numerous awards and recognitions including Mount Holyoke's Alumnae Medal of Honor, and she has served on the Board of the Connecticut Bar Foundation since 1993. She also serves on the Parents' Advisory Committee of her hometown high school and has volunteered in numerous other activities in her community.

She is a very fine lawyer, a very fine person, very community oriented, and she brings wonderful legal knowledge and expertise to this nomination. I am confident that my colleagues across political lines here will be very proud of their vote in casting it this afternoon for Janet Hall to be a district court judge in Connecticut.

The other nominee is Christopher F. Droney. Some of our colleagues know Christopher Droney. He has been our U.S. attorney in Connecticut for the last 4 or 5 years and a very successful one. He is known as one of the leading U.S. attorneys in the country for his anticrime efforts, and in particular for fighting juvenile crime.

I might point out that he also knows something about what it is like to be in elective office. He served as the mayor of West Hartford, CT, and did a wonderful job there. He is a graduate of the University of Connecticut Law School, where he was on the Law Review. He was named Citizen of the Year by the Connecticut District of the Boy Scouts of America, and he received the Distinguished Law Enforcement Award from the Hartford Police Union. He

also received special recognition award from the Spanish-American Merchants Association. He is very community-oriented and very successful in his community activities. He is a member of the Federal Bar Council, a member of the St. Timothy Roman Catholic Church in his community, and very involved in the YMCA and YWCA in our State, as well.

Again, given his background experience as a U.S. attorney, I think my colleagues can feel very, very proud, Mr. President, in casting a vote this afternoon to confirm the nomination of Christopher Droney, as well, to be a district court judge in Connecticut. I urge support for these nominees. I think they will do us all proud. The Senate can be proud of the work they will perform on behalf of all of us. I yield the floor.

#### EXECUTIVE SESSION

The PRESIDING OFFICER. Under the previous order, the Senate will now go into executive session to consider a series of nominations.

#### NOMINATION OF JOSEPH F. BATAILLON OF NEBRASKA TO BE U.S. DISTRICT JUDGE FOR THE DISTRICT OF NEBRASKA

The legislative clerk read the nomination of Joseph F. Bataillon of Nebraska to be U.S. District Judge for the District of Nebraska.

Mr. GORTON. Have the yeas and nays been requested with respect to either this nomination or either of the two succeeding nominations?

The PRESIDING OFFICER. They have not.

Mr. GORTON. I ask unanimous consent I be permitted to make one request that the yeas and nays be ordered and it apply to all three nominees.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. GORTON. I ask for the yeas and nays.

The PRESIDING OFFICER. Is there a sufficient second?

There is a sufficient second.

The yeas and nays were ordered on the three nominations.

There are 2 minutes of debate.

The PRESIDING OFFICER. [Mr. GRAMS]. Does any Senator wish to speak on the nomination?

Mr. KERREY. Mr. President, I just rise to offer my strong support for Joe Bataillon, a man who I have known for a number of years, and the Chair does as well. He served in the Judge Advocate Corps. He has been a lawyer in Omaha. He has gotten high marks from anybody who has interviewed him, on both sides of the aisle. The judges like him. He is a crucial appointment. I appreciate very much the majority leader scheduling this vote. I encourage my colleagues to vote for him.

The PRESIDING OFFICER. Are there any other Senators who wish to speak?

Mr. GORTON. Mr. President, I yield back the balance of our time on the first nomination.

The PRESIDING OFFICER. All time is yielded back.

The question is, will the Senate advise and consent to the nomination of Joseph F. Bataillon, of Nebraska, to be U.S. District Judge for the District of Nebraska. The yeas and nays have been ordered.

The clerk will call the roll.

The legislative clerk called the roll.

The result was announced—yeas 100, nays 0, as follows:

[Rollcall Vote No. 236 Ex.]

YEAS—100

|           |            |               |
|-----------|------------|---------------|
| Abraham   | Feingold   | Lugar         |
| Akaka     | Feinstein  | Mack          |
| Allard    | Ford       | McCain        |
| Ashcroft  | Frist      | McConnell     |
| Baucus    | Glenn      | Mikulski      |
| Bennett   | Gorton     | Moseley-Braun |
| Biden     | Graham     | Moynihan      |
| Bingaman  | Gramm      | Murkowski     |
| Bond      | Grams      | Murray        |
| Boxer     | Grassley   | Nickles       |
| Breaux    | Gregg      | Reed          |
| Brownback | Hagel      | Reid          |
| Bryan     | Harkin     | Robb          |
| Bumpers   | Hatch      | Roberts       |
| Burns     | Helms      | Rockefeller   |
| Byrd      | Hollings   | Roth          |
| Campbell  | Hutchinson | Santorum      |
| Chafee    | Hutchison  | Sarbanes      |
| Cleland   | Inhofe     | Sessions      |
| Coats     | Inouye     | Shelby        |
| Cochran   | Jeffords   | Smith (NH)    |
| Collins   | Johnson    | Smith (OR)    |
| Conrad    | Kempthorne | Snowe         |
| Coverdell | Kennedy    | Specter       |
| Craig     | Kerrey     | Stevens       |
| D'Amato   | Kerry      | Thomas        |
| Daschle   | Kohl       | Thompson      |
| DeWine    | Kyl        | Thurmond      |
| Dodd      | Landrieu   | Torricelli    |
| Domenici  | Lautenberg | Warner        |
| Dorgan    | Leahy      | Wellstone     |
| Durbin    | Levin      | Wyden         |
| Enzi      | Lieberman  |               |
| Faircloth | Lott       |               |

The nomination was confirmed.

Mr. BYRD. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The legislative clerk proceeded to call the roll.

Mr. LOTT. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. LOTT. Mr. President, I ask unanimous consent that the remaining two votes in this sequence be limited to 10 minutes in length.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. LOTT. Mr. President, I believe we are ready to proceed to the next vote.

#### NOMINATION OF CHRISTOPHER F. DRONEY, OF CONNECTICUT, TO BE UNITED STATES DISTRICT JUDGE FOR THE DISTRICT OF CONNECTICUT

The PRESIDING OFFICER (Mr. INHOFE). The clerk will report.

The legislative clerk read the nomination of Christopher F. Droney, of Connecticut, to be United States District Judge for the District of Connecticut.

Mr. LEAHY addressed the Chair.

The PRESIDING OFFICER. The Senator from Vermont.

Mr. LEAHY. The Senate is not in order.

Mr. President, I understand that we have a minute on each side.

Mr. LOTT. That is correct.

Mr. LEAHY. I ask the Chair to call the Senate to order before my time begins.

The PRESIDING OFFICER. The Senate will be in order.

The Senator from Vermont.

Mr. LEAHY. Mr. President, I do not intend to start until the Senate is in order.

The PRESIDING OFFICER. Will the Senate please come to order.

The Senator from Vermont.

Mr. LEAHY. Mr. President, we will confirm three judges this afternoon.

I ask my colleagues to look at the chart, which indicates the shameful lack of progress of this Senate in considering judicial nominations. We still have approximately 100 judicial vacancies. When we adjourned last year there were 64 vacancies and when we began this Congress there were about 74 vacancies. We are confirming judges far slower than the vacancies are occurring through death, attrition, retirements, and so forth. Even with the three judges we are confirming today, there has been a net increase in vacancies of over 30 in the last year. In fact, vacancies on the federal courts around the country have increased by more than 50 percent over the last year.

I ask, as I have many, many times, that the majority leader, whose caucus has held back these judges, allow them to go forward. We see what happens when we have a vote on them. It is unanimous. You keep hearing that there are concerns about these judges, and then no Senator votes against them.

Let us bring them forward. I ask that one of the first we proceed to consider be Margaret Morrow, who seems to be held up only because she is a woman—only because she is a woman. There is no reason to hold up that judicial nomination. Let it be voted. If people do not want her, vote against her. If they want her, vote for her. But let's have a vote on this.

We are not helping the independence—in fact, we are diminishing the independence—of the Federal judiciary.

Mr. President, I am encouraged that the Senate is taking up three of the six judicial nominations from the Executive Calendar.

I am delighted to see the Senate confirm Joseph F. Bataillon to be a U.S. District Judge for the District of Nebraska. He served as deputy public defender for Douglas County, NE before entering private practice as a trial attorney in Omaha. He is supported by Senator KERREY and Senator HAGEL. The ABA found him to be qualified for this judicial appointment. Mr. Bataillon's nomination was first received by the Senate in March 1996 over 17 months ago. Unfortunately, this was

one of the nominations caught up in the election year slowdown last year. I congratulate Mr. Bataillon and his family and look forward to his service on the district court.

I am also delighted that the Senate majority leader has decided to take up the nomination of Christopher F. Droney to be a U.S. District Judge for the District of Connecticut. The nominee has served as U.S. Attorney in Connecticut since 1993. The ABA has unanimously found him to be qualified for this judicial appointment. With the strong support of Senator DODD and Senator LIEBERMAN, this nomination has moved through the Committee and now to confirmation. I congratulate Mr. Droney and his family and look forward to his service on the district court.

Likewise, I am delighted to see the Senate moving forward to consider Janet C. Hall to be a U.S. District Judge for the same district. Since 1980, this nominee has practiced law in Hartford and prior to that she had served as a special assistant U.S. attorney and trial attorney for the Antitrust Division of the Department of Justice. The ABA unanimously found her to be well qualified, its highest rating. This nomination also has the strong support of Senator DODD and Senator LIEBERMAN. I congratulate Ms. Hall and her family and look forward to her service on the district court.

In spite of the progress we have made over the last week in confirming six judicial nominations, we still have some 40 nominees among the 65 nominations sent to the Senate by the President who are pending before the Judiciary Committee and have yet to be accorded even a hearing during this Congress.

Many of these nominations have been pending since the very first day of this session, having been renominated by the President. Several of those pending before the Committee had hearings or were reported favorably last Congress but have been passed over so far this year, while the vacancies for which they were nominated over 2 years ago persist. The committee has 12 nominees who have been pending for more than a year, including seven who have been pending since 1995.

So, while I am encouraged that the Senate is today proceeding with the longstanding nomination of Joseph Bataillon and those of Chris Droney and Janet Hall, there is no excuse for the committee's delay in considering the nominations of such outstanding individuals as Professor William A. Fletcher, Judge James A. Beaty, Jr., Judge Richard A. Paez, Ms. M. Margaret McKeown, Ms. Ann L. Aiken, and Ms. Susan Oki Mollway, to name just a few of the outstanding nominees who have all been pending all year without so much as a hearing. Professor Fletcher and Ms. Mollway had both been favorably reported last year. Judge Paez and Ms. Aiken had hearings last year but have been passed over so far this year.

Thus, even with the increased activity of the last week in which the Senate has confirmed six nominees and raised by 67 percent the number of judges confirmed all year, we continue to lag well behind the pace established by the 104th Congress. By this time 2 years ago, the Senate had confirmed 36 Federal judges. With today's actions, the Senate will have confirmed only 15 judges. We still face almost 100 vacancies and have 50 nominees yet to consider.

For purposes of perspective, let us also recall that by August 1992, during the last year of the President Bush's term, a Democratic majority in the Senate had confirmed 53 of the 65 nominees sent to us by a Republican President. That, too, is a far cry from this year's 15 out of 65.

Those who delay or prevent the filling of these vacancies must understand that they are delaying or preventing the administration of justice. We can pass all the crime bills we want, but you cannot lock up criminals if you do not have judges. The mounting backlogs of civil and criminal cases in the dozens of emergency districts, in particular, are growing taller by the day.

I have spoken often about the crisis being created by the vacancies that are being perpetuated on the Federal courts around the country. At the rate that we are going, we are not keeping up with attrition. When we adjourned last Congress there were 64 vacancies on the Federal bench. After the confirmation of 15 judges in 9 months, there has been a net increase of 33 vacancies. The Chief Justice of the Supreme Court has called the rising number of vacancies "the most immediate problem we face in the federal judiciary."

The Courts Subcommittee heard on Thursday afternoon from second and eighth circuit judges about the adverse impact of vacancies on the ability of the Federal courts to do justice. The effect is seen in extended delay in the hearing and determination of cases and the frustration that litigants are forced to endure. The crushing caseload will force Federal courts to rely more and more on senior judges, visiting judges and court staff.

Judges from the Second Circuit Court of Appeals testified, for example, that over 80 percent of its appellate court panels over the next 12 months cannot be filled by members of that Court but will have to be filled by visiting judges. This is wrong.

We ought to proceed without delay to consider the nomination of Judge Sonia Sotomayor to the second circuit and move promptly to fill vacancies that are plaguing the second and ninth's circuits. We need to fill the 5-year-old vacancy in the Northern District of New York and move on nominations for judicial emergency districts.

In choosing to proceed on these three nominees, the Republican leadership has chosen for the third time in a week

to skip over the nomination of Margaret Morrow. I, again, urge the Senate to consider the long-pending nomination of Margaret Morrow to be a district court judge for the Central District of California.

Ms. Morrow was first nominated on May 9, 1996—not this year but May of 1996. She had a confirmation hearing and was unanimously reported to the Senate by the Judiciary Committee in June 1996. Her nomination was, thus, first pending before the Senate more than a year ago. This was one of a number of nominations caught in the election year shutdown.

She was renominated on the first day of this session. She had her second confirmation hearing in March. She was then held off the judiciary agenda while she underwent rounds of written questions. When she was finally considered on June 12, she was again favorably reported with the support of Chairman HATCH. She has been left pending on the Senate Executive Calendar for more 3 months and has been passed over, time and again without explanation or justification.

This is an outstanding nominee to the district court. She is exceptionally well qualified to be a Federal judge. I have heard no one contend to the contrary. She has been put through the proverbial wringer—including at one point being asked her private views, how she voted, on 160 California initiatives over the last 10 years.

The committee insisted that she do a homework project on Robert Bork's writings and on the jurisprudence of original intent. Is that what is required to be confirmed to the district court in this Congress?

With respect to the issue of judicial activism, we have the nominee's views. She told the committee: "The specific role of a trial judge is to apply the law as enacted by Congress and interpreted by the Supreme Court and Courts of Appeals. His or her role is not to 'make law.'" She also noted: "Given the restrictions of the case and controversy requirement, and the limited nature of legal remedies available, the courts are ill equipped to resolve the broad problems facing our society, and should not undertake to do so. That is the job of the legislative and executive branches in our constitutional structure."

Margaret Morrow was the first woman president of the California Bar Association and also a past president of the Los Angeles County Bar Association. She is an exceptionally well-qualified nominee who is currently a partner at Arnold & Porter and has practiced for 23 years. She is supported by Los Angeles' Republican Mayor Richard Riordan and by Robert Bonner, the former head of DEA under a Republican administration. Representative JAMES ROGAN attended her second confirmation hearing to endorse her.

Margaret Morrow has devoted her career to the law, to getting women involved in the practice of law and to

making lawyers more responsive and responsible. Her good works should not be punished but commended. Her public service ought not be grounds for delay. She does not deserve this treatment. This type of treatment will drive good people away. The president of the Woman Lawyers Association of Los Angeles, the President of the Women's Legal Defense Fund, the president of the Los Angeles County Bar Association, the President of the National Conference of Women's Bar Association, and other distinguished attorneys from the Los Angeles area have all written the Senate in support of the nomination of Margaret Morrow. They write that: "Margaret Morrow is widely respected by attorneys, judges and community leaders of both parties" and she "is exactly the kind of person who should be appointed to such a position and held up as an example to young women across the country." I could not agree more.

Mr. President, the Senate should move expeditiously to consider and confirm Margaret Morrow, along with Anthony Ishii and Katherine Hayden Sweeney to be district court judges.

Mr. HATCH addressed the Chair.

The PRESIDING OFFICER. The Senator from Utah.

Mr. HATCH. Mr. President, I hear these cries of hysteria all the time on judges. Let's be honest about it.

So far this year we processed out of committee 24 nominees. Fifteen have been confirmed. Three will be left after this, and six are pending in the committee. We will have another hearing within a week on another five or six, and another hearing after that. So we are moving ahead quite well.

Let's understand something. There are more sitting judges today than there were throughout virtually all of the Reagan and Bush administrations, as of right now. As of August 10, we had 742 active Federal judges.

Let's just be honest about it. In the 101st Congress and the 102d Congress by contrast, when a Democrat controlled Congress was processing President Bush's nominees, there were only 711 and 716 active judges. The fact of matter is that we have not had a White House processing these people very fast. And there are some who have problems.

Mr. President, we received 13 new nominees just before the August recess, and a few more just a short while ago. They have not even been processed yet.

We are doing our best. All I can say is that there is room here to realize that we are doing a fairly good job. We can do a better job. But the White House has not been doing its job in a full effect. And, frankly, we still have something like 53 total pending out of the 98 vacancies.

Mr. DODD. Mr. President, I consider my role in making recommendations to the President on judicial nominees to be one of the most important parts of my job as a Senator. It is imperative that we fill these lifetime positions

with the most able and talented individuals available. That is why I am very pleased that President Clinton chose to nominate Mr. Droney to serve on the Federal bench.

Chris Droney is a man of strong character, and I believe that his skills and intellect will enable him to serve the country with honor and integrity as a Federal judge. Since 1993, Mr. Droney has served as the U.S. attorney for Connecticut. During his tenure, he has been well-received by the judiciary and law enforcement agencies and has played a key role in the State's crack-down on street gangs. The Justice Department's last evaluation of his office concluded that Mr. Droney is, and I quote, "strongly committed to the Department's law enforcement priorities and has demonstrated significant leadership in the law enforcement community, as witnessed by the remarkable cooperation among the law enforcement agencies through the District." We are proud that the Justice Department has recognized what we in Connecticut already know: Chris Droney is an outstanding lawyer and public servant.

Prior to becoming U.S. attorney, Mr. Droney was in private practice in Hartford specializing in civil litigation. He also served as mayor of West Hartford from 1985 to 1989, where he did an excellent job.

He has been very active in a number of charitable organizations, and his community service has earned him several honors and awards. In particular, he was named Citizen of the Year by the Connecticut division of the Boy Scouts of America, and he received the Distinguished Law Enforcement Award from the Hartford Police Union.

Christopher Droney is an honest, forthright, and intelligent individual, who is highly qualified to serve on the Federal bench. I am confident that he will serve Connecticut well as a district judge for many years to come, and I strongly urge all of my colleagues to support his nomination.

The PRESIDING OFFICER. The question is, Will the Senate advise and consent to the nomination of Christopher Droney, of Connecticut, to be U.S. District Judge for District of Connecticut. The yeas and nays have been ordered. The clerk will call the roll.

The legislative clerk called the roll.

The result was announced—yeas 100, nays 0, as follows:

[Rollcall Vote No. 237 Ex.]

YEAS—100

|           |           |           |
|-----------|-----------|-----------|
| Abraham   | Byrd      | Dorgan    |
| Akaka     | Campbell  | Durbin    |
| Allard    | Chafee    | Enzi      |
| Ashcroft  | Cleland   | Faircloth |
| Baucus    | Coats     | Feingold  |
| Bennett   | Cochran   | Feinstein |
| Biden     | Collins   | Ford      |
| Bingaman  | Conrad    | Frist     |
| Bond      | Coverdell | Glenn     |
| Boxer     | Craig     | Gorton    |
| Breaux    | D'Amato   | Graham    |
| Brownback | Daschle   | Gramm     |
| Bryan     | DeWine    | Grams     |
| Bumpers   | Dodd      | Grassley  |
| Burns     | Domenici  | Gregg     |

|            |               |            |
|------------|---------------|------------|
| Hagel      | Leahy         | Roth       |
| Harkin     | Levin         | Santorum   |
| Hatch      | Lieberman     | Sarbanes   |
| Helms      | Lott          | Sessions   |
| Hollings   | Lugar         | Shelby     |
| Hutchinson | Mack          | Smith (NH) |
| Hutchison  | McCain        | Smith (OR) |
| Inhofe     | McConnell     | Snowe      |
| Inouye     | Mikulski      | Specter    |
| Jeffords   | Moseley-Braun | Stevens    |
| Johnson    | Moynihan      | Thomas     |
| Kempthorne | Murkowski     | Thompson   |
| Kennedy    | Murray        | Thurmond   |
| Kerrey     | Nickles       | Torricelli |
| Kerry      | Reed          | Warner     |
| Kohl       | Reid          | Wellstone  |
| Kyl        | Robb          | Wyden      |
| Landrieu   | Roberts       |            |
| Lautenberg | Rockefeller   |            |

The nomination was confirmed.

The PRESIDING OFFICER. The Senator from Washington.

Mr. GORTON. Mr. President, I move to reconsider the vote.

Mr. DODD. I move to lay that motion on the table.

The motion to lay on the table was agreed to.

#### NOMINATION OF JANET C. HALL OF CONNECTICUT, TO BE U.S. DISTRICT JUDGE FOR THE DISTRICT OF CONNECTICUT

The PRESIDING OFFICER. The clerk will report.

The assistant legislative clerk read the nomination of Janet C. Hall, of Connecticut, to be U.S. District Judge for the District of Connecticut.

The PRESIDING OFFICER. There will be 2 minutes of debate equally divided. The Senator from Arizona.

Mr. MCCAIN. Mr. President, I support this judge. I would like to make a comment.

Mr. LEAHY. Mr. President, the Senate is not in order. The Senator should be allowed to be heard.

The PRESIDING OFFICER. The Senator is correct.

#### CAMPAIGN FINANCE REFORM

Mr. MCCAIN. Mr. President, I noted several of my colleagues, a number of my colleagues from the other side of the aisle, signed a letter this morning concerning campaign finance reform and a number of them came and spoke about the urgency of the issue. Obviously, we welcome that activity. But I want to point out, and point out in the strongest possible terms, that this issue has to be brought up in a bipartisan fashion. It is not 51 votes that are necessary in order to pass any legislation through this body on an issue of this importance, it is going to be 60 votes.

I have been working with the majority leader in a most cooperative fashion on this issue. I believe that we can reach an agreement which would be satisfactory to all parties. I do not believe it will be helpful, in any way, to divide up on party lines on this issue.

I again thank the majority leader but I also thank my colleagues on the other side of the aisle. I am confident we can move forward on this issue.

The PRESIDING OFFICER. The Senator from Vermont.

Mr. LEAHY. Mr. President, A question has been raised about statistics. I would point out that during President Bush's last year, with the Democrats in the control of the Senate, by August we had confirmed 53 of the 65 nominees sent to us by the Republican President, notwithstanding the "Thurmond rule" which calls for a slowdown in confirmations during a Presidential year—53 out of 65.

In this the first year of President Clinton's second term, the Republican-controlled Senate confirmed only 9 out of 61 judicial nominees sent by the President to the Senate by August. So the relevant statistical comparison is 53 out of 65 when Democrats were helping Republicans, but when Republicans are in control and there is a Democratic President, only 9 out of 61.

I yield the remainder of my time to the distinguished senior Senator from California.

Mrs. FEINSTEIN. I thank the distinguished ranking member.

Mr. President, while I am pleased that we are voting today on three judicial nominees and I am supporting them, I am concerned about those whom we are not voting upon—in particular two fine nominees from California.

I am also concerned about what appears to me to be a plan to force the splitting of the U.S. Court of Appeals for the Ninth Circuit by crippling its ability to do its work.

Ten of the twenty-eight judgeships on that court are now vacant—36 percent of the bench.

I will ask unanimous consent that a table showing the status of each vacancy within the ninth circuit be placed in the RECORD following my remarks.

I believe that proponents of the ninth circuit split wish to keep these seats vacant as long as possible, so that the vacant judgeships can then be transferred to the new twelfth circuit, and filled by judges who they hope will be more in line with their own political philosophy.

Unfortunately, this plan is substantially impairing the ability of the ninth circuit to do its job, and impeding justice for the millions of Americans who live within the ninth circuit—creating what the Honorable Proctor Hug, chief justice of the ninth circuit, has called a vacancy crisis.

The time has come for the Senate to end this death by attrition, and act upon these nominations, so that the ninth circuit can get on with its work.

These votes we are taking today will clear out all the judicial nominees who remain on the executive calendar, except for three, two of whom, as I have mentioned, are from California.

These two nominees, Margaret Morrow and Anthony Ishii, have had their nominations pending longer, both in the Senate and on the floor of the Senate, than have two of the three nominees upon whom we are voting today.

Margaret Morrow was first nominated almost a year and a half ago, on

March 18, 1996. She was favorably reported by the Judiciary Committee on June 27, 1996, but the Senate failed to take further action upon her nomination before we adjourned.

She was nominated again in the beginning of this year, and favorably reported by the committee again on June 12, 1997.

Anthony Ishii was nominated on February 12, 1997, and has been on the floor since July 10.

In contrast, Christopher Droney and Janet Hall were nominated on June 5, 1997, and have only been on the floor since July 31.

So while I am happy that we are acting upon their nominations, I hope that we will soon act upon the older nominations of Margaret Morrow and Anthony Ishii.

Let's bring their nominations up, debate them if necessary, and vote them up or down.

I urge the distinguished majority leader to do this, I thank the chair, and I yield the floor.

Mr. President, I ask unanimous consent a table regarding the ninth circuit vacancies be printed in the RECORD.

There being no objection, the table was ordered to be printed in the RECORD, as follows:

| Court and vacancy created by— | Reason   | Vacancy date | Nominee              | Nomination date |
|-------------------------------|----------|--------------|----------------------|-----------------|
| NINTH CIRCUIT                 |          |              |                      |                 |
| CCA:                          |          |              |                      |                 |
| Breezer, Robert R.            | Senior   | 7/31/96      |                      |                 |
| Canby, William C. Jr.         | Senior   | 5/23/96      |                      |                 |
| Farris, Jerome                | Senior   | 3/4/95       | McKeown, M. Margaret | 1/7/97          |
| Hall, Cynthia Holcomb         | Senior   | 8/31/97      |                      |                 |
| Leavy, Edward                 | Senior   | 5/19/97      | Graber, Susan        | 7/30/97         |
| Noonan, John T.               | Senior   | 1/1/97       |                      |                 |
| Norris, William A.            | Senior   | 7/7/94       | Fletcher, William A. | 1/7/97          |
| Poole, Cecil F.               | Senior   | 1/15/96      | Paez, Richard A.     | 1/7/97          |
| Wallace, J. Clifford          | Senior   | 4/8/96       | Ware, James S.       | 6/27/97         |
| Wiggins, Charles E.           | Senior   | 12/31/96     |                      |                 |
| CA-N:                         |          |              |                      |                 |
| Aguilar, Robert P.            | Senior   | 6/24/96      |                      |                 |
| Jensen, D. Lowell             | Senior   | 6/27/97      | Breyer, Charles R.   | 7/24/97         |
| Lynch, Eugene F.              | Senior   | 3/14/97      | Jenkins, Martin J.   | 7/24/97         |
| CA-E:                         |          |              |                      |                 |
| Coyle, Robert E.              | Senior   | 5/13/96      | Ishii, Anthony W.    | 2/12/97         |
| Garcia, Edward J.             | Senior   | 11/24/96     | Damrell, Frank C.    | 2/24/97         |
| CA-C:                         |          |              |                      |                 |
| Gadbois, Richard A. Jr.       | Disabled | 1/24/96      | Morrow, Margaret M.  | 1/7/97          |
| Hupp, Harry L.                | Senior   | 1/1/97       |                      |                 |
| Rafesdie, Edward              | Senior   | 1/6/96       | Snyder, Christina A. | 1/7/97          |
| Takasugi, Robert M.           | Senior   | 9/30/96      | Moreno, Carlos R.    | 7/31/97         |
| CA-S: Rhoades, John S. Sr.    | Senior   | 11/4/95      | Lasry, Lynne R.      | 2/12/97         |
| HI: Fong, Harold M.           | Deceased | 4/20/95      | Mollway, Susan Oki   | 1/7/97          |
| OR:                           |          |              |                      |                 |
| Frye, Helen                   | Senior   | 12/10/95     |                      |                 |
| Redden, James                 | Senior   | 3/13/95      | Aiken, Ann L.        | 1/7/97          |
| WA-E: McDonald, Alan A.       | Senior   | 12/13/96     |                      |                 |

Mr. DODD. Mr. President, Ms. Hall is one of the premier litigators in the State of Connecticut, and I know that her impressive work experience, both in Government service and in private practice, along with her intelligence and character, will enable her to become an excellent Federal judge.

After working in the Antitrust Division of the Justice Department from 1975 to 1979, Ms. Hall joined the Hartford law firm of Robinson & Cole, where she has been a partner since 1982. Since returning to private practice, she has handled numerous matters before both Federal and State appellate courts, and her work has focused primarily on complex commercial litigation.

Ms. Hall is respected throughout Connecticut's legal community for her intelligence and sense of fairness, but she is best known for her dedicated work ethic. More than one associate at her firm described her as the hardest working, most prepared lawyer that they had ever known. Not only does Ms. Hall push herself, but she also expects a lot from those around her. Her former secretary said that the only time that she was bored during 14 years of working with Ms. Hall was when she was on maternity leave with her third child. However, while Ms. Hall can be tough on others, she always demanded even more from herself.

Part of me is actually relieved that I'm no longer an attorney in Connecticut, because I anticipate that trying a case before Ms. Hall would not be an easy day's work.

Janet Hall is unquestionably an excellent attorney, but she is also a person of great character and integrity. While Ms. Hall always worked hard to fulfill her responsibilities at her firm, she always managed to keep her career in perspective, and her family was always her top priority.

After successfully arguing a case before the U.S. Supreme Court, she was discussing the case with a group of associates. When asked to describe what was the most important thing to remember about arguing the case before the highest Court in the land, she said, "The most important thing was to bring my family."

In closing, Janet Hall is an honest, forthright, and intelligent individual, who is highly qualified to serve on the Federal bench, and all of my colleagues should be proud to vote in support of her nomination.

The PRESIDING OFFICER. The question is, Will the Senate advise and consent to the nomination of Janet C. Hall, of Connecticut, to be United States district judge for the District of Connecticut? On this question, the yeas and nays have been ordered, and the clerk will call the roll.

The assistant legislative clerk called the roll.

Mr. NICKLES. I announce that the Senator from Arkansas [Mr. HUTCHINSON] is necessarily absent.

The PRESIDING OFFICER (Mr. KEMPTHORNE). Are there any other Senators in the Chamber who desire to vote?

The result was announced, yeas 98, nays 1, as follows:

[Rollcall Vote No. 238 Ex.]

YEAS—98

|           |            |               |
|-----------|------------|---------------|
| Abraham   | Feingold   | Lugar         |
| Akaka     | Feinstein  | Mack          |
| Allard    | Ford       | McCain        |
| Ashcroft  | Frist      | McConnell     |
| Baucus    | Glenn      | Mikulski      |
| Bennett   | Gorton     | Moseley-Braun |
| Biden     | Graham     | Moynihan      |
| Bingaman  | Gramm      | Murkowski     |
| Bond      | Grams      | Murray        |
| Boxer     | Grassley   | Nickles       |
| Breaux    | Gregg      | Reed          |
| Brownback | Hagel      | Reid          |
| Bryan     | Harkin     | Robb          |
| Bumpers   | Hatch      | Roberts       |
| Burns     | Helms      | Rockefeller   |
| Byrd      | Hollings   | Roth          |
| Campbell  | Hutchison  | Santorum      |
| Chafee    | Inhofe     | Sarbanes      |
| Cleland   | Inouye     | Sessions      |
| Coats     | Jeffords   | Shelby        |
| Cochran   | Johnson    | Smith (NH)    |
| Collins   | Kempthorne | Smith (OR)    |
| Conrad    | Kennedy    | Snowe         |
| Coverdell | Kerrey     | Specter       |
| Craig     | Kerry      | Stevens       |
| D'Amato   | Kohl       | Thomas        |
| Daschle   | Kyl        | Thompson      |
| DeWine    | Landrieu   | Thurmond      |
| Dodd      | Lautenberg | Torricelli    |
| Domenici  | Leahy      | Warner        |
| Dorgan    | Levin      | Wellstone     |
| Durbin    | Lieberman  | Wyden         |
| Enzi      | Lott       |               |

NAYS—1

Faircloth

NOT VOTING—1

Hutchinson

The nomination was confirmed.

Mr. GORTON. Mr. President, I move to reconsider the vote by which the nomination was confirmed.

Mr. BOND. I move to lay that motion on the table.

The motion to lay on the table was agreed to.



## EXECUTIVE CALENDAR

The PRESIDING OFFICER. Under the previous order, Executive Calendar Nos. 238, 239, 245, and 247 are confirmed.

The nominations considered and confirmed are as follows:

## DEPARTMENT OF JUSTICE

Sharon J. Zealey, of Ohio, to be United States Attorney for the Southern District of Ohio for the term of four years.

James Allan Hurd, Jr., of the Virgin Islands, to be United States Attorney for the District of the Virgin Islands for the term of four years.

## CORPORATION FOR PUBLIC BROADCASTING

Katherine Milner Anderson, of Virginia, to be a Member of the Board of Directors of the Corporation for Public Broadcasting for a term expiring January 31, 2000.

## CORPORATION FOR PUBLIC BROADCASTING

Heidi H. Schulman, of California, to be a Member of the Board of Directors of the Corporation for Public Broadcasting for a term expiring January 31, 2002.

The PRESIDING OFFICER. Under the previous order, the President will be notified of the confirmation of the nominations.

## LEGISLATIVE SESSION

The PRESIDING OFFICER. Under the previous order, the Senate will now return to legislative session.

DEPARTMENT OF THE INTERIOR  
AND RELATED AGENCIES APPROPRIATIONS ACT, 1998

The Senate proceeded with the consideration of the bill.

Mr. GORTON. I ask unanimous consent the Senate proceed to the consideration of Calendar No. 122, H.R. 2107, a bill making appropriations for the Department of the Interior and related agencies for the fiscal year ending September 30, 1998, and for other purposes.

The PRESIDING OFFICER. The clerk will report.

The bill clerk read as follows:

A bill (H.R. 2107) making appropriations for the Department of the Interior and related agencies for fiscal year ending September 30, 1998, and for other purposes.

The PRESIDING OFFICER. Is there objection to the immediate consideration of the bill?

There being no objection, the Senate proceeded to consider the bill which had been reported from the Committee on Appropriations, with amendments; as follows:

(The parts of the bill intended to be stricken are shown in boldface brackets and the parts of the bill intended to be inserted as shown in italic.)

## H.R. 2107

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

That the following sums are appropriated, out of any money in the Treasury not otherwise appropriated, for the fiscal year ending September 30, 1998, and for other purposes, namely:

TITLE I—DEPARTMENT OF THE  
INTERIOR

## BUREAU OF LAND MANAGEMENT

## MANAGEMENT OF LANDS AND RESOURCES

For expenses necessary for protection, use, improvement, development, disposal, cadastral surveying, classification, acquisition of easements and other interests in lands, and performance of other functions, including maintenance of facilities, as authorized by law, in the management of lands and their resources under the jurisdiction of the Bureau of Land Management, including the general administration of the Bureau, and assessment of mineral potential of public lands pursuant to Public Law 96-487 (16 U.S.C. 3150(a)), **[\$581,591,000]** *\$578,851,000*, to remain available until expended, of which \$2,043,000 shall be available for assessment of the mineral potential of public lands in Alaska pursuant to section 1010 of Public Law 96-487 (16 U.S.C. 3150); and of which \$3,000,000 shall be derived from the special receipt account established by the Land and Water Conservation Act of 1965, as amended (16 U.S.C. 4601-6a(i)); and of which \$1,500,000 shall be available in fiscal year 1998 subject to a match by at least an equal amount by the National Fish and Wildlife Foundation, to such Foundation for challenge cost share projects supporting fish and wildlife conservation affecting Bureau lands; in addition, **[\$27,300,000]** *\$27,650,000* for Mining Law Administration program operations, to remain available until expended, to be reduced by amounts collected by the Bureau and credited to this appropriation from annual mining claim fees so as to result in a final appropriation estimated at not more than **[\$581,591,000]** *\$578,851,000*; and in addition, not to exceed \$5,000,000, to remain available until expended, from annual mining claim fees; which shall be credited to this account for the costs of administering the mining claim fee program, and \$2,000,000 from communication site rental fees established by the Bureau for the cost of administering communication site activities: *Provided*, That appropriations herein made shall not be available for the destruction of healthy, unadopted, wild horses and burros in the care of the Bureau or its contractors.

## WILDLAND FIRE MANAGEMENT

For necessary expenses for fire use and management, fire preparedness, suppression operations, and emergency rehabilitation by the Department of the Interior, **[\$280,103,000]** *\$282,728,000*, to remain available until expended, of which not to exceed **[\$5,025,000]** *\$6,950,000* shall be for the renovation or construction of fire facilities: *Provided*, That such funds are also available for repayment of advances to other appropriation accounts from which funds were previously transferred for such purposes: *Provided further*, That persons hired pursuant to 43 U.S.C. 1469 may be furnished subsistence and lodging without cost from funds available from this appropriation.

## CENTRAL HAZARDOUS MATERIALS FUND

For necessary expenses of the Department of the Interior and any of its component offices and bureaus for the remedial action, including associated activities, of hazardous waste substances, pollutants, or contaminants pursuant to the Comprehensive Environmental Response, Compensation and Liability Act, as amended (42 U.S.C. 9601 et seq.), **[\$12,000,000]** *\$14,900,000*, to remain available until expended: *Provided*, That notwithstanding 31 U.S.C. 3302, sums recovered from or paid by a party in advance of or as reimbursement for remedial action or response activities conducted by the Department pursuant to section 107 or 113(f) of such Act, shall be credited to this account to be

available until expended without further appropriation: *Provided further*, That such sums recovered from or paid by any party are not limited to monetary payments and may include stocks, bonds or other personal or real property, which may be retained, liquidated, or otherwise disposed of by the Secretary and which shall be credited to this account.

## CONSTRUCTION

For construction of buildings, recreation facilities, roads, trails, and appurtenant facilities, **[\$3,254,000]** *\$3,154,000*, to remain available until expended.

## PAYMENTS IN LIEU OF TAXES

For expenses necessary to implement the Act of October 20, 1976, as amended, (31 U.S.C. 6901-6907), **[\$113,500,000]** *\$120,000,000*, of which not to exceed \$400,000 shall be available for administrative expenses: *Provided*, That no payment shall be made to otherwise eligible units of local government if the computed amount of the payment is less than \$100.

## LAND ACQUISITION

For expenses necessary to carry out sections 205, 206, and 318(d) of Public Law 94-579, including administrative expenses and acquisition of lands or waters, or interests therein, **[\$12,000,000]** *\$9,400,000*, to be derived from the Land and Water Conservation Fund, to remain available until expended.

## OREGON AND CALIFORNIA GRANT LANDS

For expenses necessary for management, protection, and development of resources and for construction, operation, and maintenance of access roads, reforestation, and other improvements on the revested Oregon and California Railroad grant lands, on other Federal lands in the Oregon and California land-grant counties of Oregon, and on adjacent rights-of-way; and acquisition of lands or interests therein including existing connecting roads on or adjacent to such grant lands; \$101,406,000, to remain available until expended: *Provided*, That 25 per centum of the aggregate of all receipts during the current fiscal year from the revested Oregon and California Railroad grant lands is hereby made a charge against the Oregon and California land-grant fund and shall be transferred to the General Fund in the Treasury in accordance with the second paragraph of subsection (b) of title II of the Act of August 28, 1937 (50 Stat. 876).

## FOREST ECOSYSTEMS HEALTH AND RECOVERY

## (REVOLVING FUND, SPECIAL ACCOUNT)

*In addition to the purposes authorized in Public Law 102-381, funds made available in the Forest Ecosystem Health and Recovery Fund can be used for the purpose of planning, preparing, and monitoring salvage timber sales and forest ecosystem health and recovery activities such as release from competing vegetation and density control treatments. Any receipts derived from treatments funded by this account shall be deposited into the Forest Ecosystem Health and Recovery Fund.*

## RANGE IMPROVEMENTS

For rehabilitation, protection, and acquisition of lands and interests therein, and improvement of Federal rangelands pursuant to section 401 of the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1701), notwithstanding any other Act, sums equal to 50 per centum of all moneys received during the prior fiscal year under sections 3 and 15 of the Taylor Grazing Act (43 U.S.C. 315 et seq.) and the amount designated for range improvements from grazing fees and mineral leasing receipts from Bankhead-Jones lands transferred to the Department of the Interior pursuant to law, but not less than \$9,113,000, to remain available until expended: *Provided*, That not to exceed \$600,000 shall be available for administrative expenses.

## SERVICE CHARGES, DEPOSITS, AND FORFEITURES

For administrative expenses and other costs related to processing application documents and other authorizations for use and disposal of public lands and resources, for costs of providing copies of official public land documents, for monitoring construction, operation, and termination of facilities in conjunction with use authorizations, and for rehabilitation of damaged property, such amounts as may be collected under Public Law 94-579, as amended, and Public Law 93-153, to remain available until expended: *Provided*, That notwithstanding any provision to the contrary of section 305(a) of Public Law 94-579 (43 U.S.C. 1735(a)), any moneys that have been or will be received pursuant to that section, whether as a result of forfeiture, compromise, or settlement, if not appropriate for refund pursuant to section 305(c) of that Act (43 U.S.C. 1735(c)), shall be available and may be expended under the authority of this Act by the Secretary to improve, protect, or rehabilitate any public lands administered through the Bureau of Land Management which have been damaged by the action of a resource developer, purchaser, permittee, or any unauthorized person, without regard to whether all moneys collected from each such action are used on the exact lands damaged which led to the action: *Provided further*, That any such moneys that are in excess of amounts needed to repair damage to the exact land for which funds were collected may be used to repair other damaged public lands.

## MISCELLANEOUS TRUST FUNDS

In addition to amounts authorized to be expended under existing laws, there is hereby appropriated such amounts as may be contributed under section 307 of the Act of October 21, 1976 (43 U.S.C. 1701), and such amounts as may be advanced for administrative costs, surveys, appraisals, and costs of making conveyances of omitted lands under section 211(b) of that Act, to remain available until expended.

## ADMINISTRATIVE PROVISIONS

Appropriations for the Bureau of Land Management shall be available for purchase, erection, and dismantlement of temporary structures, and alteration and maintenance of necessary buildings and appurtenant facilities to which the United States has title; up to \$100,000 for payments, at the discretion of the Secretary, for information or evidence concerning violations of laws administered by the Bureau; miscellaneous and emergency expenses of enforcement activities authorized or approved by the Secretary and to be accounted for solely on his certificate, not to exceed \$10,000: *Provided*, That notwithstanding 44 U.S.C. 501, the Bureau may, under cooperative cost-sharing and partnership arrangements authorized by law, procure printing services from cooperators in connection with jointly-produced publications for which the cooperators share the cost of printing either in cash or in services, and the Bureau determines the cooperator is capable of meeting accepted quality standards.

UNITED STATES FISH AND WILDLIFE SERVICE  
RESOURCE MANAGEMENT

For expenses necessary for scientific and economic studies, conservation, management, investigations, protection, and utilization of fishery and wildlife resources, except whales, seals, and sea lions, and for the performance of other authorized functions related to such resources; for the general administration of the United States Fish and Wildlife Service; for maintenance of the herd of long-horned cattle on the Wichita Mountains Wildlife Refuge; and not less than \$1,000,000 for high priority projects within the scope of the approved budget which shall be carried

out by the Youth Conservation Corps as authorized by the Act of August 13, 1970, as amended, [\$591,042,000] \$585,064,000, to remain available until September 30, 1999, of which \$11,612,000 shall remain available until expended for operation and maintenance of fishery mitigation facilities constructed by the Corps of Engineers under the Lower Snake River Compensation Plan, authorized by the Water Resources Development Act of 1976, to compensate for loss of fishery resources from water development projects on the Lower Snake River, and of which not less than \$2,000,000 shall be provided to local governments in southern California for planning associated with the Natural Communities Conservation Planning (NCCP) program and shall remain available until expended, and of which not to exceed \$5,190,000 shall be used for implementing subsections (a), (b), (c), and (e) of section 4 of the Endangered Species Act of 1973, as amended: *Provided*, That the proviso under this heading in Public Law 104-208 is amended by striking the words "Education and" and inserting in lieu thereof "Conservation"; by striking the word "direct" and inserting in lieu thereof the word "full"; and by inserting before the period " ", to remain available until expended": *Provided further*, That the Bureau of Reclamation transfers to the Fish and Wildlife Service for the Recovery Implementation Program for Endangered Fish Species in the Upper Colorado River Basin shall be exempt from any Fish and Wildlife Service overhead charge.

## CONSTRUCTION

For construction and acquisition of buildings and other facilities required in the conservation, management, investigation, protection, and utilization of fishery and wildlife resources, and the acquisition of lands and interests therein; [\$40,256,000] \$43,053,000, to remain available until expended.

## NATURAL RESOURCE DAMAGE ASSESSMENT FUND

To conduct natural resource damage assessment activities by the Department of the Interior necessary to carry out the provisions of the Comprehensive Environmental Response, Compensation, and Liability Act, as amended (42 U.S.C. 9601, et seq.), Federal Water Pollution Control Act, as amended (33 U.S.C. 1251, et seq.), the Oil Pollution Act of 1990 (Public Law 101-380), and Public Law 101-337; [\$4,128,000] \$4,328,000, to remain available until expended: *Provided*, That under this heading in Public Law 104-134, strike "in fiscal year 1996 and thereafter" in the proviso and insert "heretofore and hereafter", and before the phrase, "or properties shall be utilized" in such proviso, insert " ", to remain available until expended": *Provided further*, That the first proviso under this heading in Public Law 103-138 is amended by inserting after "account" the following: " ", including transfers to Federal trustees and payments to non-Federal trustees."

## LAND ACQUISITION

For expenses necessary to carry out the Land and Water Conservation Fund Act of 1965, as amended (16 U.S.C. 4601-4-11), including administrative expenses, and for acquisition of land or waters, or interest therein, in accordance with statutory authority applicable to the United States Fish and Wildlife Service, [\$53,000,000] \$57,292,000, to remain available until expended.

COOPERATIVE ENDANGERED SPECIES  
CONSERVATION FUND

For expenses necessary to carry out the provisions of the Endangered Species Act of 1973 (16 U.S.C. 1531-1543), as amended, \$14,000,000, for grants to States, to be derived from the Cooperative Endangered Species Conservation Fund, and to remain available until expended.

## NATIONAL WILDLIFE REFUGE FUND

For expenses necessary to implement the Act of October 17, 1978 (16 U.S.C. 715s), [\$10,000,000] \$10,779,000.

## REWARDS AND OPERATIONS

For expenses necessary to carry out the provisions of the African Elephant Conservation Act (16 U.S.C. 4201-4203, 4211-4213, 4221-4225, 4241-4245, and 1538), \$1,000,000, to remain available until expended.

NORTH AMERICAN WETLANDS CONSERVATION  
FUND

For expenses necessary to carry out the provisions of the North American Wetlands Conservation Act, Public Law 101-233, as amended, [\$10,500,000] \$13,000,000, to remain available until expended.

## RHINOCEROS AND TIGER CONSERVATION FUND

For deposit to the Rhinoceros and Tiger Conservation Fund, \$400,000, to remain available until expended, to carry out the Rhinoceros and Tiger Conservation Act of 1994 (Public Law 103-391).

WILDLIFE CONSERVATION AND APPRECIATION  
FUND

For deposit to the Wildlife Conservation and Appreciation Fund, \$800,000, to remain available until expended.

## ADMINISTRATIVE PROVISIONS

Appropriations and funds available to the United States Fish and Wildlife Service shall be available for purchase of not to exceed 108 passenger motor vehicles, of which 92 are for replacement only (including 57 for police-type use); not to exceed \$400,000 for payment, at the discretion of the Secretary, for information, rewards, or evidence concerning violations of laws administered by the Service, and miscellaneous and emergency expenses of enforcement activities, authorized or approved by the Secretary and to be accounted for solely on his certificate; repair of damage to public roads within and adjacent to reservation areas caused by operations of the Service; options for the purchase of land at not to exceed \$1 for each option; facilities incident to such public recreational uses on conservation areas as are consistent with their primary purpose; and the maintenance and improvement of aquaria, buildings, and other facilities under the jurisdiction of the Service and to which the United States has title, and which are utilized pursuant to law in connection with management and investigation of fish and wildlife resources: *Provided*, That notwithstanding 44 U.S.C. 501, the Service may, under cooperative cost sharing and partnership arrangements authorized by law, procure printing services from cooperators in connection with jointly-produced publications for which the cooperators share at least one-half the cost of printing either in cash or services and the Service determines the cooperator is capable of meeting accepted quality standards: *Provided further*, That the Service may accept donated aircraft as replacements for existing aircraft: *Provided further*, That notwithstanding any other provision of law, the Secretary of the Interior may not spend any of the funds appropriated in this Act for the purchase of lands or interests in lands to be used in the establishment of any new unit of the National Wildlife Refuge System unless the purchase is approved in advance by the House and Senate Committees on Appropriations in compliance with the reprogramming procedures contained in the report accompanying this bill: *Provided further*, That the Secretary may sell land and interests in land, other than surface water rights, acquired in conformance with subsections 206(a) and 207(c) of Public Law 101-816, the receipts of which shall be deposited to the Lahontan Valley and Pyramid Lake Fish and

Wildlife Fund and used exclusively for the purposes of such subsections, without regard to the limitation on the distribution of benefits in subsection 206(f)(2) of such law.

#### NATIONAL PARK SERVICE

##### OPERATION OF THE NATIONAL PARK SYSTEM

For expenses necessary for the management, operation, and maintenance of areas and facilities administered by the National Park Service (including special road maintenance service to trucking permittees on a reimbursable basis), and for the general administration of the National Park Service, including not to exceed **[\$2,500,000] \$1,593,000** for the Volunteers-in-Parks program, and not less than \$1,000,000 for high priority projects within the scope of the approved budget which shall be carried out by the Youth Conservation Corps as authorized by 16 U.S.C. 1706, **[\$1,232,325,000] \$1,249,409,000**, of which \$12,800,000 for research, planning and interagency coordination in support of land acquisition for Everglades restoration shall remain available until expended, and of which not to exceed \$72,000,000, to remain available until expended, is to be derived from the special fee account established pursuant to title V, section 5201 of Public Law 100-203.

##### NATIONAL RECREATION AND PRESERVATION

For expenses necessary to carry out recreation programs, natural programs, cultural programs, heritage partnership programs, environmental compliance and review, international park affairs, statutory or contractual aid for other activities, and grant administration, not otherwise provided for, **[\$43,934,000, of which \$4,500,000 is for grants to Heritage areas in accordance with titles I-VI and VIII-IX, division II of Public Law 104-333 and is] \$45,284,000** to remain available until September 30, 1999.

##### HISTORIC PRESERVATION FUND

For expenses necessary in carrying out the Historic Preservation Act of 1966, as amended (16 U.S.C. 470), and the Omnibus Parks and Public Lands Management Act of 1996 (Public Law 104-333), **[\$40,412,000] \$39,812,000**, to be derived from the Historic Preservation Fund, to remain available until September 30, 1999, of which **\$3,200,000 pursuant to section 507 of Public Law 104-333 shall remain available until expended.**

##### CONSTRUCTION

For construction, improvements, repair or replacement of physical facilities, including the modifications authorized by section 104 of the Everglades National Park Protection and Expansion Act of 1989, **[\$148,391,000] \$167,894,000** to remain available until expended: *Provided*, That \$500,000 for the Rutherford B. Hayes Home and \$600,000 for the Sotterly Plantation House shall be derived from the Historic Preservation Fund pursuant to 16 U.S.C. 470A: *Provided*, That **\$500,000 for the Darwin Mountain House in Buffalo, New York and \$500,000 for the Penn Center, South Carolina, shall be derived from the Historic Preservation Fund pursuant to 16 U.S.C. 470a: *Provided further*, That \$3,000,000 for the Hispanic Cultural Center, New Mexico, is subject to authorization: *Provided further*, That \$1,000,000 for the Oklahoma City Bombing Memorial is subject to authorization: *Provided further*, That none of the funds provided in this Act may be used to relocate the Brooks River Lodge in Katmai National Park and Preserve from its current physical location.**

##### LAND AND WATER CONSERVATION FUND (RESCISSION)

The contract authority provided for fiscal year 1998 by 16 U.S.C. 4601-10a is rescinded.

##### LAND ACQUISITION AND STATE ASSISTANCE

For expenses necessary to carry out the Land and Water Conservation Fund Act of

1965, as amended (16 U.S.C. 4601-4-11), including administrative expenses, and for acquisition of lands or waters, or interest therein, in accordance with statutory authority applicable to the National Park Service, **[\$129,000,000] \$125,690,000**, to be derived from the Land and Water Conservation Fund, to remain available until expended, of which \$1,000,000 is to administer the State assistance program: *Provided*, That any funds made available for the purpose of acquisition of the Elwha and Glines dams shall be used solely for acquisition, and shall not be expended until the full purchase amount has been appropriated by the Congress: *Provided further*, That of the funds provided herein, \$8,500,000 is available for acquisition of the Sterling Forest: *Provided further*, *That from the funds made available for land acquisition at Everglades National Park and Big Cypress National Preserve, the Secretary may provide for Federal assistance to the State of Florida for the acquisition of lands or waters, or interests therein, within the Everglades watershed (consisting of lands and waters within the boundaries of the South Florida Water Management District, Florida Bay and the Florida Keys) under terms and conditions deemed necessary by the Secretary, to improve and restore the hydrological function of the Everglades watershed: *Provided further*, That funds provided under this head to the State of Florida shall be subject to an agreement that such lands will be managed in perpetuity for the restoration of the Everglades.*

##### ADMINISTRATIVE PROVISIONS

Appropriations for the National Park Service shall be available for the purchase of not to exceed 396 passenger motor vehicles, of which 302 shall be for replacement only, including not to exceed 315 for police-type use, 13 buses, and 6 ambulances: *Provided*, That none of the funds appropriated to the National Park Service may be used to process any grant or contract documents which do not include the text of 18 U.S.C. 1913: *Provided further*, That none of the funds appropriated to the National Park Service may be used to implement an agreement for the redevelopment of the southern end of Ellis Island until such agreement has been submitted to the Congress and shall not be implemented prior to the expiration of 30 calendar days (not including any day in which either House of Congress is not in session because of adjournment of more than three calendar days to a day certain) from the receipt by the Speaker of the House of Representatives and the President of the Senate of a full and comprehensive report on the development of the southern end of Ellis Island, including the facts and circumstances relied upon in support of the proposed project.

None of the funds in this Act may be spent by the National Park Service for activities taken in direct response to the United Nations Biodiversity Convention.

The National Park Service may distribute to operating units based on the safety record of each unit the costs of programs designed to improve workplace and employee safety, and to encourage employees receiving workers' compensation benefits pursuant to chapter 81 of title 5, United States Code, to return to appropriate positions for which they are medically able.

##### UNITED STATES GEOLOGICAL SURVEY

##### SURVEYS, INVESTIGATIONS, AND RESEARCH

For expenses necessary for the United States Geological Survey to perform surveys, investigations, and research covering topography, geology, hydrology, and the mineral and water resources of the United States, its Territories and possessions, and other areas as authorized by 43 U.S.C. 31, 1332, and 1340; classify lands as to their mineral and water resources; give engineering

supervision to power permittees and Federal Energy Regulatory Commission licensees; administer the minerals exploration program (30 U.S.C. 641); and publish and disseminate data relative to the foregoing activities; and to conduct inquiries into the economic conditions affecting mining and materials processing industries (30 U.S.C. 3, 21a, and 1603; 50 U.S.C. 98g(1)) and related purposes as authorized by law and to publish and disseminate data; **[\$755,795,000] \$758,160,000** of which \$66,231,000 shall be available only for cooperation with States or municipalities for water resources investigations; and of which \$16,400,000 shall remain available until expended for conducting inquiries into the economic conditions affecting mining and materials processing industries; and of which **\$2,000,000 shall remain available until expended for development of a mineral and geologic database; and of which [ \$147,794,000] \$147,159,000** shall be available until September 30, 1999 for the biological research activity and the operation of the Cooperative Research Units: *Provided*, That none of these funds provided for the biological research activity shall be used to conduct new surveys on private property, unless specifically authorized in writing by the property owner: *Provided further*, That no part of this appropriation shall be used to pay more than one-half the cost of topographic mapping or water resources data collection and investigations carried on in cooperation with States and municipalities: *Provided further*, *That hereafter the United States Geological Survey may disperse to local entities Payment in Lieu of Taxes impact funding appropriated to the Fish and Wildlife Service pursuant to the Refuge Revenue Sharing Act that is associated with Federal real property being transferred to the United States Geological Survey from the United States Fish and Wildlife Service.*

##### ADMINISTRATIVE PROVISIONS

The amount appropriated for the United States Geological Survey shall be available for the purchase of not to exceed 53 passenger motor vehicles, of which 48 are for replacement only; reimbursement to the General Services Administration for security guard services; contracting for the furnishing of topographic maps and for the making of geophysical or other specialized surveys when it is administratively determined that such procedures are in the public interest; construction and maintenance of necessary buildings and appurtenant facilities; acquisition of lands for gauging stations and observation wells; expenses of the United States National Committee on Geology; and payment of compensation and expenses of persons on the rolls of the Survey duly appointed to represent the United States in the negotiation and administration of interstate compacts: *Provided*, That activities funded by appropriations herein made may be accomplished through the use of contracts, grants, or cooperative agreements as defined in 31 U.S.C. 6302, et seq.: *Provided further*, That the USGS may contract directly with individuals or indirectly with institutions or nonprofit organizations, without regard to section 41 U.S.C. 5, for the temporary or intermittent services of science students or recent graduates, who shall be considered employees for the purposes of chapter 81 of title 5, United States Code, relating to compensation for work injuries, and chapter 171 of title 28, United States Code, relating to tort claims, but shall not be considered to be Federal employees for any other purposes.

##### MINERALS MANAGEMENT SERVICE

##### ROYALTY AND OFFSHORE MINERALS MANAGEMENT

For expenses necessary for minerals leasing and environmental studies, regulation of

industry operations, and collection of royalties, as authorized by law; for enforcing laws and regulations applicable to oil, gas, and other minerals leases, permits, licenses and operating contracts; and for matching grants or cooperative agreements; including the purchase of not to exceed eight passenger motor vehicles for replacement only; **[\$139,621,000]** *\$135,722,000*, of which not less than **[\$70,874,000]** *\$66,175,000* shall be available for royalty management activities; and an amount not to exceed **\$65,000,000** [for activities within the Outer Continental Shelf (OCS) Lands Program.] to be credited to this appropriation and to remain available until expended, from additions to receipts resulting from increases to rates in effect on August 5, 1993, from rate increases to fee collections for OCS administrative activities performed by the Minerals Management Service over and above the rates in effect on September 30, 1993, and from additional fees for OCS administrative activities established after September 30, 1993: *Provided*, That **[\$1,500,000]** *\$3,000,000* for computer acquisitions shall remain available until September 30, 1999: *Provided further*, That funds appropriated under this Act shall be available for the payment of interest in accordance with 30 U.S.C. 1721(b) and (d): *Provided further*, That not to exceed **\$3,000** shall be available for reasonable expenses related to promoting volunteer beach and marine cleanup activities: *Provided further*, That notwithstanding any other provision of law, **\$15,000** under this head shall be available for refunds of overpayments in connection with certain Indian leases in which the Director of the Minerals Management Service concurred with the claimed refund due, to pay amounts owed to Indian allottees or Tribes, or to correct prior unrecoverable erroneous payments.

#### OIL SPILL RESEARCH

For necessary expenses to carry out title I, section 1016, title IV, sections 4202 and 4303, title VII, and title VIII, section 8201 of the Oil Pollution Act of 1990, **\$6,118,000**, which shall be derived from the Oil Spill Liability Trust Fund, to remain available until expended.

#### OFFICE OF SURFACE MINING RECLAMATION AND ENFORCEMENT

##### REGULATION AND TECHNOLOGY

For necessary expenses to carry out the provisions of the Surface Mining Control and Reclamation Act of 1977, Public Law 95-87, as amended, including the purchase of not to exceed 10 passenger motor vehicles, for replacement only; **[\$94,937,000]** *\$97,437,000*, and notwithstanding 31 U.S.C. 3302, an additional amount shall be credited to this account, to remain available until expended, from performance bond forfeitures in fiscal year 1998: *Provided*, That the Secretary of the Interior, pursuant to regulations, may utilize directly or through grants to States, moneys collected in fiscal year 1998 for civil penalties assessed under section 518 of the Surface Mining Control and Reclamation Act of 1977 (30 U.S.C. 1268), to reclaim lands adversely affected by coal mining practices after August 3, 1977, to remain available until expended: *Provided further*, That appropriations for the Office of Surface Mining Reclamation and Enforcement may provide for the travel and per diem expenses of State and tribal personnel attending Office of Surface Mining Reclamation and Enforcement sponsored training.

#### ABANDONED MINE RECLAMATION FUND

For necessary expenses to carry out title IV of the Surface Mining Control and Reclamation Act of 1977, Public Law 95-87, as amended, including the purchase of not more than 10 passenger motor vehicles for replacement only, **[\$179,624,000]** *\$177,624,000*, to be

derived from receipts of the Abandoned Mine Reclamation Fund and to remain available until expended; of which up to **\$5,000,000** shall be for supplemental grants to States for the reclamation of abandoned sites with acid mine rock drainage from coal mines through the Appalachian Clean Streams Initiative: *Provided*, That grants to minimum program States will be **\$1,500,000** per State in fiscal year 1998: *Provided further*, That of the funds herein provided up to **\$18,000,000** may be used for the emergency program authorized by section 410 of Public Law 95-87, as amended, of which no more than 25 per centum shall be used for emergency reclamation projects in any one State and funds for federally-administered emergency reclamation projects under this proviso shall not exceed **\$11,000,000**: *Provided further*, That prior year unobligated funds appropriated for the emergency reclamation program shall not be subject to the 25 per centum limitation per State and may be used without fiscal year limitation for emergency projects: *Provided further*, That pursuant to Public Law 97-365, the Department of the Interior is authorized to use up to 20 per centum from the recovery of the delinquent debt owed to the United States Government to pay for contracts to collect these debts: *Provided further*, That funds made available to States under title IV of Public Law 95-87 may be used, at their discretion, for any required non-Federal share of the cost of projects funded by the Federal Government for the purpose of environmental restoration related to treatment or abatement of acid mine drainage from abandoned mines: *Provided further*, That such projects must be consistent with the purposes and priorities of the Surface Mining Control and Reclamation Act: *Provided further*, That the State of Maryland may set aside the greater of **\$1,000,000** or 10 percent of the total of the grants made available to the State under title IV of the Surface Mining Control and Reclamation Act of 1977, as amended (30 U.S.C. 1231 et seq.), if the amount set aside is deposited in an acid mine drainage abatement and treatment fund established under a State law, pursuant to which law the amount (together with all interest earned on the amount) is expended by the State to undertake acid mine drainage abatement and treatment projects, except that before any amounts greater than 10 percent of its title IV grants are deposited in an acid mine drainage abatement and treatment fund, the State of Maryland must first complete all Surface Mining Control and Reclamation Act priority one projects.

#### BUREAU OF INDIAN AFFAIRS

##### OPERATION OF INDIAN PROGRAMS

For operation of Indian programs by direct expenditure, contracts, cooperative agreements, compacts, and grants including expenses necessary to provide education and welfare services for Indians, either directly or in cooperation with States and other organizations, including payment of care, tuition, assistance, and other expenses of Indians in boarding homes, or institutions, or schools; grants and other assistance to needy Indians; maintenance of law and order; management, development, improvement, and protection of resources and appurtenant facilities under the jurisdiction of the Bureau, including payment of irrigation assessments and charges; acquisition of water rights; advances for Indian industrial and business enterprises; operation of Indian arts and crafts shops and museums; development of Indian arts and crafts, as authorized by law; for the general administration of the Bureau, including such expenses in field offices; maintaining of Indian reservation roads as defined in 23 U.S.C. 101; and construction, repair, and improvement of Indian housing,

**[\$1,526,815,000]** *\$1,527,024,000*, to remain available until September 30, 1999 except as otherwise provided herein, of which not to exceed **\$93,825,000** shall be for welfare assistance payments and not to exceed **\$105,829,000** shall be for payments to tribes and tribal organizations for contract support costs associated with ongoing contracts or grants or compacts entered into with the Bureau prior to fiscal year 1998, as authorized by the Indian Self-Determination Act of 1975, as amended, and up to **\$5,000,000** shall be for the Indian Self-Determination Fund, which shall be available for the transitional cost of initial or expanded tribal contracts, grants, compacts, or cooperative agreements with the Bureau under such Act; and of which not to exceed **\$374,290,000** for school operations costs of Bureau-funded schools and other education programs shall become available on July 1, 1998, and shall remain available until September 30, 1999; and of which not to exceed **[\$59,775,000]** *\$59,479,000* shall remain available until expended for housing improvement, road maintenance, attorney fees, litigation support, self-governance grants, the Indian Self-Determination Fund, land records improvements and the Navajo-Hopi Settlement Program: *Provided*, That tribes and tribal contractors may use their tribal priority allocations for unmet indirect costs of ongoing contracts, grants or compact agreements and for unmet welfare assistance costs: *Provided further*, That funds made available to tribes and tribal organizations through contracts, compact agreements, or grants obligated during fiscal years 1998 and 1999, as authorized by the Indian Self-Determination Act of 1975, or grants authorized by the Indian Education Amendments of 1988 (25 U.S.C. 2001 and 2008A) shall remain available until expended by the contractor or grantee: *Provided further*, That to provide funding uniformity within a Self-Governance Compact, any funds provided in this Act with availability for more than two years may be reprogrammed to two year availability but shall remain available within the Compact until expended: *Provided further*, That notwithstanding any other provision of law, Indian tribal governments may, by appropriate changes in eligibility criteria or by other means, change eligibility for general assistance or change the amount of general assistance payments for individuals within the service area of such tribe who are otherwise deemed eligible for general assistance payments so long as such changes are applied in a consistent manner to individuals similarly situated: *Provided further*, That any savings realized by such changes shall be available for use in meeting other priorities of the tribes: *Provided further*, That any net increase in costs to the Federal Government which result solely from tribally increased payment levels for general assistance shall be met exclusively from funds available to the tribe from within its tribal priority allocation: *Provided further*, That any forestry funds allocated to a tribe which remain unobligated as of September 30, 1998, may be transferred during fiscal year 1999 to an Indian forest land assistance account established for the benefit of such tribe within the tribe's trust fund account: *Provided further*, That any such unobligated balances not so transferred shall expire on September 30, 1999: *Provided further*, That notwithstanding any other provision of law, no funds available to the Bureau, other than the amounts provided herein for assistance to public schools under 25 U.S.C. 452 et seq., shall be available to support the operation of any elementary or secondary school in the State of Alaska in fiscal year 1998: *Provided further*, That funds made available in this or any other Act for expenditure through September 30, 1999 for schools funded by the Bureau

shall be available only to the schools in the Bureau school system as of September 1, 1996: *Provided further*, That no funds available to the Bureau shall be used to support expanded grades for any school or dormitory beyond the grade structure in place or approved by the Secretary of the Interior at each school in the Bureau school system as of October 1, 1995: *Provided further*, That beginning in fiscal year 1998 and thereafter and notwithstanding 25 U.S.C. 2012(h)(1)(B), when the rates of basic compensation for teachers and counselors at Bureau-operated schools are established at the rates of basic compensation applicable to comparable positions in overseas schools under the Defense Department Overseas Teachers Pay and Personnel Practices Act, such rates shall become effective with the start of the next academic year following the issuance of the Department of Defense salary schedule and shall not be effected retroactively: *Provided further*, That the Cibecue Community School may use prior year school operations funds for the construction of a new high school facility which is in compliance with 25 U.S.C. 2005(a) provided that any additional construction costs for replacement of such facilities begun with prior year funds shall be completed exclusively with non-Federal funds: *Provided further*, That tribes may use Tribal Priority Allocations funds for the replacement and repair of school facilities which are in compliance with 25 U.S.C. 2005(a) provided that any construction costs for subsequent replacement of such facilities is completed exclusively with non-Federal funds.

#### CONSTRUCTION

For construction, major repair, and improvement of irrigation and power systems, buildings, utilities, and other facilities, including architectural and engineering services by contract; acquisition of lands, and interests in lands; and preparation of lands for farming, and for construction of the Navajo Indian Irrigation Project pursuant to Public Law 87-483, [§110,751,000] \$125,051,000, to remain available until expended: *Provided*, That such amounts as may be available for the construction of the Navajo Indian Irrigation Project may be transferred to the Bureau of Reclamation: *Provided further*, That not to exceed 6 per centum of contract authority available to the Bureau of Indian Affairs from the Federal Highway Trust Fund may be used to cover the road program management costs of the Bureau: *Provided further*, That any funds provided for the Safety of Dams program pursuant to 25 U.S.C. 13 shall be made available on a non-reimbursable basis: *Provided further*, That for fiscal year 1998, in implementing new construction or facilities improvement and repair project grants in excess of \$100,000 that are provided to tribally controlled grant schools under Public Law 100-297, as amended, the Secretary of the Interior shall use the Administrative and Audit Requirements and Cost Principles for Assistance Programs contained in 43 CFR part 12 as the regulatory requirements: *Provided further*, That such grants shall not be subject to section 12.61 of 43 CFR; the Secretary and the grantee shall negotiate and determine a schedule of payments for the work to be performed: *Provided further*, That in considering applications, the Secretary shall consider whether the Indian tribe or tribal organization would be deficient in assuring that the construction projects conform to applicable building standards and codes and Federal, tribal, or State health and safety standards as required by 25 U.S.C. 2005(a), with respect to organizational and financial management capabilities: *Provided further*, That if the Secretary declines an application, the Secretary shall follow the requirements con-

tained in 25 U.S.C. 2505(f): *Provided further*, That any disputes between the Secretary and any grantee concerning a grant shall be subject to the disputes provision in 25 U.S.C. 2508(e).

#### INDIAN LAND AND WATER CLAIM SETTLEMENTS AND MISCELLANEOUS PAYMENTS TO INDIANS

For miscellaneous payments to Indian tribes and individuals and for necessary administrative expenses, [§41,352,000] \$43,352,000, to remain available until expended; of which [§40,500,000] \$42,000,000 shall be available for implementation of enacted Indian land and water claim settlements pursuant to Public Laws 101-618, 102-374, and 102-575, and for implementation of other enacted water rights settlements, including not to exceed \$8,000,000, which shall be for the Federal share of the Catawba Indian Tribe of South Carolina Claims Settlement, as authorized by section 5(a) of Public Law 103-116; and of which [§852,000] \$1,352,000 shall be available pursuant to Public Laws 99-264, 100-383, 103-402, and 100-580: *Provided*, That the Secretary is directed to sell land and interests in land, other than surface water rights, acquired in conformance with section 2 of the Truckee River Water Quality Settlement Agreement, the receipts of which shall be deposited to the Lahontan Valley and Pyramid Lake Fish and Wildlife Fund, and be available for the purposes of section 2 of such Agreement, without regard to the limitation on the distribution of benefits in the second sentence of paragraph 206(f)(2) of Public Law 101-618.

#### INDIAN GUARANTEED LOAN PROGRAM ACCOUNT

For the cost of guaranteed loans, \$4,500,000, as authorized by the Indian Financing Act of 1974, as amended: *Provided*, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That these funds are available to subsidize total loan principal, any part of which is to be guaranteed, not to exceed \$34,615,000. In addition, for administrative expenses to carry out the guaranteed loan programs, \$500,000.

#### ADMINISTRATIVE PROVISIONS

Appropriations for the Bureau of Indian Affairs (except the revolving fund for loans, the Indian loan guarantee and insurance fund, the Technical Assistance of Indian Enterprises account, the Indian Direct Loan Program account, and the Indian Guaranteed Loan Program account) shall be available for expenses of exhibits, and purchase of not to exceed 229 passenger motor vehicles, of which not to exceed 187 shall be for replacement only.

Notwithstanding any other provision of law, no funds available to the Bureau of Indian Affairs for central office operations or pooled overhead general administration shall be available for tribal contracts, grants, compacts, or cooperative agreements with the Bureau of Indian Affairs under the provisions of the Indian Self-Determination Act or the Tribal Self-Governance Act of 1994 (Public Law 103-413).

#### DEPARTMENTAL OFFICES

##### INSULAR AFFAIRS

##### ASSISTANCE TO TERRITORIES

For expenses necessary for assistance to territories under the jurisdiction of the Department of the Interior, [§68,214,000] \$67,214,000, of which (1) [§64,365,000] \$63,365,000 shall be available until expended for technical assistance, including maintenance assistance, disaster assistance, insular management controls, and brown tree snake control and research; grants to the judiciary in American Samoa for compensation and expenses, as authorized by law (48 U.S.C.

1661(c)); grants to the Government of American Samoa, in addition to current local revenues, for construction and support of governmental functions; grants to the Government of the Virgin Islands as authorized by law; grants to the Government of Guam, as authorized by law; and grants to the Government of the Northern Mariana Islands as authorized by law (Public Law 94-241; 90 Stat. 272); and (2) \$3,849,000 shall be available for salaries and expenses of the Office of Insular Affairs: *Provided*, That all financial transactions of the territorial and local governments herein provided for, including such transactions of all agencies or instrumentalities established or utilized by such governments, may be audited by the General Accounting Office, at its discretion, in accordance with chapter 35 of title 31, United States Code: *Provided further*, That Northern Mariana Islands Covenant grant funding shall be provided according to those terms of the Agreement of the Special Representatives on Future United States Financial Assistance for the Northern Mariana Islands approved by Public Law 99-396, or any subsequent legislation related to Commonwealth of the Northern Mariana Islands grant funding: *Provided further*, That of the amounts provided for technical assistance, sufficient funding shall be made available for a grant to the Close Up Foundation: *Provided further*, That the funds for the program of operations and maintenance improvement are appropriated to institutionalize routine operations and maintenance improvement of capital infrastructure in American Samoa, Guam, the Virgin Islands, the Commonwealth of the Northern Mariana Islands, the Republic of Palau, the Republic of the Marshall Islands, and the Federated States of Micronesia through assessments of long-range operations maintenance needs, improved capability of local operations and maintenance institutions and agencies (including management and vocational education training), and project-specific maintenance (with territorial participation and cost sharing to be determined by the Secretary based on the individual territory's commitment to timely maintenance of its capital assets): *Provided further*, That any appropriation for disaster assistance under this head in this Act or previous appropriations Acts may be used as non-Federal matching funds for the purpose of hazard mitigation grants provided pursuant to section 404 of the Robert T. Stafford Disaster Relief and Emergency Assistance Act (42 U.S.C. 5170c).

#### COMPACT OF FREE ASSOCIATION

For economic assistance and necessary expenses for the Federated States of Micronesia and the Republic of the Marshall Islands as provided for in sections 122, 221, 223, 232, and 233 of the Compact of Free Association, and for economic assistance and necessary expenses for the Republic of Palau as provided for in sections 122, 221, 223, 232, and 233 of the Compact of Free Association, [§20,445,000] \$20,545,000, to remain available until expended, as authorized by Public Law 99-239 and Public Law 99-658.

#### DEPARTMENTAL MANAGEMENT

##### SALARIES AND EXPENSES

For necessary expenses for management of the Department of the Interior, \$58,286,000, of which not to exceed \$8,500 may be for official reception and representation expenses, and of which up to \$1,200,000 shall be available for workers compensation payments and unemployment compensation payments associated with the orderly closure of the United States Bureau of Mines.

##### OFFICE OF THE SOLICITOR

##### SALARIES AND EXPENSES

For necessary expenses of the Office of the Solicitor, \$35,443,000.

OFFICE OF INSPECTOR GENERAL  
SALARIES AND EXPENSES

For necessary expenses of the Office of Inspector General, [\$24,439,000] \$24,500,000.

NATIONAL INDIAN GAMING COMMISSION  
SALARIES AND EXPENSES

[For necessary expenses of the National Indian Gaming Commission, pursuant to Public Law 100-497, \$1,000,000.]

*For necessary expenses of the National Indian Gaming Commission, pursuant to Public Law 100-497, \$1,000,000, to remain available until expended.*

OFFICE OF SPECIAL TRUSTEE FOR AMERICAN INDIANS

FEDERAL TRUST PROGRAMS

For operation of trust programs for Indians by direct expenditure, contracts, cooperative agreements, compacts, and grants, [\$32,126,000] \$35,689,000, to remain available until expended [for trust funds management:] *Provided*, That funds for trust management improvements may be transferred to the Bureau of Indian Affairs: *Provided further*, That funds made available to tribes and tribal organizations through contracts or grants obligated during fiscal year 1998, as authorized by the Indian Self-Determination Act of 1975 (25 U.S.C. 450 et seq.), shall remain available until expended by the contractor or grantee: *Provided further*, That notwithstanding any other provision of law, the statute of limitations shall not commence to run on any claim, including any claim in litigation pending on the date of this Act, concerning losses to or mismanagement of trust funds, until the affected tribe or individual Indian has been furnished with an accounting of such funds from which the beneficiary can determine whether there has been a loss.

ADMINISTRATIVE PROVISIONS

There is hereby authorized for acquisition from available resources within the Working Capital Fund, 15 aircraft, 10 of which shall be for replacement and which may be obtained by donation, purchase or through available excess surplus property: *Provided*, That notwithstanding any other provision of law, existing aircraft being replaced may be sold, with proceeds derived or trade-in value used to offset the purchase price for the replacement aircraft: *Provided further*, That no programs funded with appropriated funds in the "Departmental Management", "Office of the Solicitor", and "Office of Inspector General" may be augmented through the Working Capital Fund or the Consolidated Working Fund.

GENERAL PROVISIONS, DEPARTMENT OF THE INTERIOR

SEC. 101. Appropriations made in this title shall be available for expenditure or transfer (within each bureau or office), with the approval of the Secretary, for the emergency reconstruction, replacement, or repair of aircraft, buildings, utilities, or other facilities or equipment damaged or destroyed by fire, flood, storm, or other unavoidable causes: *Provided*, That no funds shall be made available under this authority until funds specifically made available to the Department of the Interior for emergencies shall have been exhausted: *Provided further*, That all funds used pursuant to this section are hereby designated by Congress to be "emergency requirements" pursuant to section 251(b)(2)(D) of the Balanced Budget and Emergency Deficit Control Act of 1985, and must be replenished by a supplemental appropriation which must be requested as promptly as possible.

SEC. 102. The Secretary may authorize the expenditure or transfer of any no year appropriation in this title, in addition to the amounts included in the budget programs of

the several agencies, for the suppression or emergency prevention of forest or range fires on or threatening lands under the jurisdiction of the Department of the Interior; for the emergency rehabilitation of burned-over lands under its jurisdiction; for emergency actions related to potential or actual earthquakes, floods, volcanoes, storms, or other unavoidable causes; for contingency planning subsequent to actual oil spills; response and natural resource damage assessment activities related to actual oil spills; for the prevention, suppression, and control of actual or potential grasshopper and Mormon cricket outbreaks on lands under the jurisdiction of the Secretary, pursuant to the authority in section 1773(b) of Public Law 99-198 (99 Stat. 1658); for emergency reclamation projects under section 410 of Public Law 95-87; and shall transfer, from any no year funds available to the Office of Surface Mining Reclamation and Enforcement, such funds as may be necessary to permit assumption of regulatory authority in the event a primacy State is not carrying out the regulatory provisions of the Surface Mining Act: *Provided*, That appropriations made in this title for fire suppression purposes shall be available for the payment of obligations incurred during the preceding fiscal year, and for reimbursement to other Federal agencies for destruction of vehicles, aircraft, or other equipment in connection with their use for fire suppression purposes, such reimbursement to be credited to appropriations currently available at the time of receipt thereof: *Provided further*, That for emergency rehabilitation and wildfire suppression activities, no funds shall be made available under this authority until funds appropriated to "Wildland Fire Management" shall have been exhausted: *Provided further*, That all funds used pursuant to this section are hereby designated by Congress to be "emergency requirements" pursuant to section 251(b)(2)(D) of the Balanced Budget and Emergency Deficit Control Act of 1985, and must be replenished by a supplemental appropriation which must be requested as promptly as possible: *Provided further*, That such replenishment funds shall be used to reimburse, on a pro rata basis, accounts from which emergency funds were transferred.

SEC. 103. Appropriations made in this title shall be available for operation of warehouses, garages, shops, and similar facilities, wherever consolidation of activities will contribute to efficiency or economy, and said appropriations shall be reimbursed for services rendered to any other activity in the same manner as authorized by sections 1535 and 1536 of title 31, United States Code: *Provided*, That reimbursements for costs and supplies, materials, equipment, and for services rendered may be credited to the appropriation current at the time such reimbursements are received.

SEC. 104. Appropriations made to the Department of the Interior in this title shall be available for services as authorized by 5 U.S.C. 3109, when authorized by the Secretary, in total amount not to exceed \$500,000; hire, maintenance, and operation of aircraft; hire of passenger motor vehicles; purchase of reprints; payment for telephone service in private residences in the field, when authorized under regulations approved by the Secretary; and the payment of dues, when authorized by the Secretary, for library membership in societies or associations which issue publications to members only or at a price to members lower than to subscribers who are not members.

SEC. 105. Appropriations available to the Department of the Interior for salaries and expenses shall be available for uniforms or allowances therefor, as authorized by law (5 U.S.C. 5901-5902 and D.C. Code 4-204).

SEC. 106. Appropriations made in this title shall be available for obligation in connection with contracts issued for services or rentals for periods not in excess of twelve months beginning at any time during the fiscal year.

[SEC. 107. No final rule or regulation of any agency of the Federal Government pertaining to the recognition, management, or validity of a right-of-way pursuant to Revised Statute 2477 (43 U.S.C. 932) shall take effect unless expressly authorized by an Act of Congress subsequent to the date of enactment of this Act.]

SEC. 108. No funds provided in this title may be expended by the Department of the Interior for the conduct of offshore leasing and related activities placed under restriction in the President's moratorium statement of June 26, 1990, in the areas of Northern, Central, and Southern California; the North Atlantic; Washington and Oregon; and the Eastern Gulf of Mexico south of 26 degrees north latitude and east of 86 degrees west longitude.

SEC. 109. No funds provided in this title may be expended by the Department of the Interior for the conduct of [leasing, or the approval or permitting of any drilling or other exploration activity.] *offshore oil and natural gas preleasing, leasing, and related activities* on lands within the North Aleutian Basin planning area.

SEC. 110. No funds provided in this title may be expended by the Department of the Interior to conduct offshore oil and natural gas preleasing, leasing and related activities in the Eastern Gulf of Mexico planning area for any lands located outside Sale 181, as identified in the final Outer Continental Shelf 5-Year Oil and Gas Leasing Program, 1997-2002.

SEC. 111. No funds provided in this title may be expended by the Department of the Interior to conduct oil and natural gas preleasing, leasing and related activities in the Mid-Atlantic and South Atlantic planning areas.

[SEC. 112. Advance payments made under this title to Indian tribes, tribal organizations, and tribal consortia pursuant to the Indian Self-Determination and Education Assistance Act (25 U.S.C. 450, et seq.) may be invested by the Indian tribe, tribal organization, or consortium before such funds are expended for the purposes of the grant, compact, or annual funding agreement so long as such funds are—

[(a) invested by the Indian tribe, tribal organization, or consortium only in obligations of the United States or in obligations or securities that are guaranteed or insured by the United States, or

[(b) deposited only into accounts that are insured by an agency or instrumentality of the United States.]

SEC. 112. Advance payments made under this title to Indian tribes, tribal organizations, and tribal consortia pursuant to the Indian Self-Determination and Education Assistance Act (25 U.S.C. 450, et seq.) may be invested by the Indian tribe, tribal organization, or consortium before such funds are expended for the purposes of the grant, compact, or annual funding agreement so long as such funds are—

(a) invested by the Indian tribe, tribal organization, or consortium only in obligations of the United States, or in obligations or securities that are guaranteed or insured by the United States, or mutual (or other) funds registered with the Securities and Exchange Commission and which only invest in obligations of the United States or securities that are guaranteed or insured by the United States, or

(b) deposited only into accounts that are insured by an agency or instrumentality of the United States, or are fully collateralized to ensure protection of the Funds, even in the event of a bank failure.



[SEC. 113. (a) Employees of Helium Operations, Bureau of Land Management, entitled to severance pay under 5 U.S.C. 5595, may apply for, and the Secretary of the Interior may pay the total amount of the severance pay to the employee in a lump sum. Employees paid severance pay in a lump sum and subsequently reemployed by the Federal government shall be subject to the repayment provisions of 5 U.S.C. 5595(i)(2) and (3), except that any repayment shall be made to the Helium Fund.]

[(b) Helium Operations employees who elect to continue health benefits after separation shall be liable for not more than the required employee contribution under 5 U.S.C. 8905a(d)(1)(A). The Helium Fund shall pay for 18 months the remaining portion of required contributions.]

[(c) Benefits under this section shall be available to Helium Operations employees who are or will be involuntarily separated before October 1, 2002 because of the cessation of helium production and sales and other related activities.]

SEC. 113. (a) Employees of Helium Operations, Bureau of Land Management, entitled to severance pay under 5 U.S.C. 5595, may apply for, and the Secretary of the Interior may pay, the total amount of the severance pay to the employee in a lump sum. Employees paid severance pay in a lump sum and subsequently reemployed by the Federal Government shall be subject to the repayment provisions of 5 U.S.C. 5595(i)(2) and (3), except that any repayment shall be made to the Helium Fund.

(b) Helium Operations employees who elect to continue health benefits after separation shall be liable for not more than the required employee contribution under 5 U.S.C. 8905a(d)(1)(A). The Helium Fund shall pay for 18 months the remaining portion of required contributions.

(c) The Secretary of the Interior may provide for training to assist Helium Operations employees in the transition to other Federal or private sector jobs during the facility shut-down and disposition process and for up to 12 months following separation from Federal employment, including retraining and relocation incentives on the same terms and conditions as authorized for employees of the Department of Defense in section 348 of the National Defense Authorization Act for Fiscal Year 1995.

(d) For purposes of the annual leave restoration provisions of 5 U.S.C. 6304(d)(1)(B), the cessation of helium production and sales, and other related Helium Program activities shall be deemed to create an exigency of public business under, and annual leave that is lost during leave years 1997 through 2001 because of, 5 U.S.C. 6304 (regardless of whether such leave was scheduled in advance) shall be restored to the employee and shall be credited and available in accordance with 5 U.S.C. 6304(d)(2). Annual leave so restored and remaining unused upon the transfer of a Helium Program employee to a position of the executive branch outside of the Helium Program shall be liquidated by payment to the employee of a lump-sum from the Helium Fund for such leave.

(e) Benefits under this section shall be paid from the Helium Fund in accordance with section 4(c)(4) of the Helium Privatization Act of 1996. Funds may be made available to Helium Program employees who are or will be separated before October 1, 2002 because of the cessation of helium production and sales and other related activities. Retraining benefits, including retraining and relocation incentives, may be paid for retraining commencing on or before September 30, 2002.

[SEC. 114. None of the funds in this or previous appropriations Acts may be used to establish a new regional office in the United States Fish and Wildlife Service without the advance approval of the House and Senate Committees on Appropriations.]

SEC. 115. (a) CONVEYANCE REQUIREMENT.—Within 90 days after the date of enactment of this Act, the Secretary of the Interior shall convey to the State of West Virginia without reimbursement, all right, title, and interest of the United States in and to the property described in subsection (b), for sole use by the Wildlife Resources Section of the West Virginia Division of Natural Resources, as part of the State of West Virginia fish culture program.

(b) PROPERTY DESCRIBED.—The property referred to in subsection (a) is the property known as the Bowden National Fish Hatchery, located on old United States route 33, Randolph County, West Virginia, consisting of 44 acres (more or less), and all improvements and related personal property under the control of the Secretary that is located on that property, including buildings, structures, equipment, and all easements, leases, and water rights relating to that property.

(c) USE AND REVERSIONARY INTEREST.—The property conveyed to the State of West Virginia pursuant to this section shall be used and operated solely by the Wildlife Resources Section of the West Virginia Division of Natural Resources for the purposes of fishery resources management and fisheries related activities, and if it is used for any other purposes or by any other party other than the use authorized under subsection (a), all right, title, and interest in and to all property conveyed under this section shall revert to the United States. The State of West Virginia shall ensure that the property reverting to the United States is in substantially the same or better condition as at the time of transfer.

SEC. 116. Section 115 of Public Law 103-332 is amended by inserting after the word "title" the following: "or provided from other Federal agencies through reimbursable or other agreements pursuant to the Economy Act".

SEC. 117. The third proviso under the heading "Compact of Free Association" of Public Law 100-446 is amended by striking "\$2,000,000" and inserting "\$2,500,000" and by adding at the end of the proviso the following: "and commencing on October 1, 1998 and every year thereafter, this dollar amount shall be changed to reflect any fluctuation occurring during the previous twelve (12) months in the Consumer Price Index, as determined by the Secretary of Labor."

SEC. 118. (a) No funds available in this Act or any other Act for tribal priority allocations (hereinafter in this section "TPA") in excess of the funds expended for TPA in fiscal year 1997 (adjusted for fixed costs and internal transfers pursuant to other law) may be allocated or expended by the Bureau of Indian Affairs (hereinafter in this section "BIA") until sixty days after the BIA has submitted to the Committee on Appropriations of the Senate and the Committee on Appropriations of the House of Representatives the report required under subsection (b).

(b) The BIA is directed to develop a formula through which TPA funds will be allocated on the basis of need, taking into account each tribe's tribal business revenues from all business ventures, including gaming. The BIA shall submit to the Congress its recommendations for need-based distribution formulas for TPA funds prior to January 1, 1998. Such recommendations shall include several proposed formulas, which shall provide alternative means of measuring the wealth and needs of tribes.

(c) Notwithstanding any other provision of law, the BIA is hereby authorized to collect such financial and supporting information as is necessary from each tribe receiving or seeking to receive TPA funding to determine such tribe's tribal business revenue from business ventures, including gaming, for use in determining such tribe's wealth and needs for the purposes of this section. The BIA shall obtain such information on the previous calendar or fiscal year's business revenues no later than April 15th of each year. For purposes of preparing its recommendations under subsection (b), the BIA shall require each tribe that received TPA funds in fiscal

year 1997 to submit such information by November 1, 1997.

(d) At the request of a tribe, the BIA shall provide such technical assistance as is necessary to foster the tribe's compliance with subsection (c). Any tribe which does not comply with subsection (c) in any given year will be ineligible to receive TPA funds for the following fiscal year, as such tribe's relative need cannot be determined.

(e) For the purposes of this section, the term "tribal business revenue" means income, however derived, from any venture (regardless of the nature or purpose of the activity) owned, held, or operated, in whole or in part, by any entity (whether corporate, partnership, sole proprietorship, trust, or cooperative in nature) on behalf of the collective members of any tribe that has received or seeks to receive TPA, and any income from license fees and royalties collected by any such tribe. Payments by corporations to shareholders who are shareholders based on stock ownership, not tribal membership, will not be considered tribal business revenue under this section unless the corporation is operated by a tribe.

(f) Notwithstanding any provision of this Act or any other Act hereinafter enacted, no funds may be allocated or expended by any agency of the Federal Government for TPA after October 1, 1998 except in accordance with a needs-based funding formula that takes into account all tribal business revenues, including gaming, of each tribe receiving TPA funds.

SEC. 119. Section 116 of the Omnibus Appropriations Act for Fiscal Year 1997 (Public Law 104-208; 110 Stat. 3009-201) is amended—

(1) by striking "Miners Hospital Grant" each place it appears and inserting in lieu thereof "Miners Hospital Grants";

(2) by striking "(February 20, 1929, 45 Stat. 1252)" each place it appears and inserting in lieu thereof "(July 16, 1894, 28 Stat. 110 and February 20, 1929, 45 Stat. 1252)"; and

(3) by striking "(July 26, 1894, 28 Stat. 110)" each place it appears and inserting in lieu thereof "(July 16, 1894, 28 Stat. 110)".

#### TRIBAL PRIORITY ALLOCATION LIMITATION

SEC. 120. The receipt by an Indian Tribe of tribal priority allocations funding from the Bureau of Indian Affairs "Operation of Indian Programs" account under this Act shall—

(1) waive any claim of immunity by that Indian tribe;

(2) subject that Indian tribe to the jurisdiction of the courts of the United States, and grant the consent of the United States to the maintenance of suit and jurisdiction of such courts irrespective of the issue of tribal immunity; and

(3) grant United States district courts original jurisdiction of all civil actions brought by or against any Indian tribe or band with a governing body duly recognized by the Secretary of the Interior, wherein the matter in controversy arises under the Constitution, laws, or treaties of the United States.

SEC. 121. KANTISHNA MINING CLAIMS.—Notwithstanding any other provision of law, on October 1, 1998, there is hereby vested in the United States all right, title, and interest in and to, and the right of immediate possession of, all patented mining claims and valid unpatented mining claims (including any unpatented claim whose validity is in dispute, so long as such validity is later established in a settlement or judgement pursuant to this section) in the Kantishna Mining District within Denali National Park and Preserve whose owners consent in writing to this action within said 120 day period: Provided, That in the event a bankruptcy trustee is an owner in interest in a mining claim in the Kantishna Mining District, that consent will be deemed timely for purposes of this section if the trustee applies within said 120 day period to the bankruptcy court for authority to sell the mining claim and to consent to the taking of such claim, and that in such event title



shall vest in the United States 10 days after entry of an unstayed order or judgement approving the trustee's application: Provided further, That the United States shall pay just compensation to the owners of any property taken pursuant to this section, determined as of the date of taking: Provided further, That payment shall be in the amount of a negotiated settlement of the value of such property or the valuation of such property awarded by judgment and shall be made solely from the permanent judgment appropriation established pursuant to section 1304 of title 31, United States Code, and shall include accrued interest on the amount of the agreed settlement value or the final judgment from the date of taking to the date of payment, calculated in accordance with section 258e-1 of title 40, United States Code, except that interest shall not be allowed on such amounts as shall have been paid into the court registry: Provided further, That the United States or the property owner may initiate proceedings at any time after said 120 day period seeking a determination of just compensation in the District Court for the District of Alaska pursuant to sections 1358 and 1403 of title 28, United States Code: Provided further, That the United States shall deposit in the registry of the court the estimated just compensation, or at least seventy-five percent thereof, in accordance with the procedures generally described in section 258a of title 40, United States Code not otherwise inconsistent with this section: Provided further, That in establishing any estimate (other than an estimate based on an agency-certified appraisal made prior to the date of enactment of this Act) the Secretary of the Interior shall permit the property owner to present evidence of the value of the property, including potential mineral value, and shall consider such evidence and permit the property owner to have a reasonable and sufficient opportunity to comment on such estimate: Provided further, That the estimated just compensation or part thereof deposited in the court registry shall be paid to the property owner upon request: Provided further, That any payment from the court registry to the property owner shall be deducted from any negotiated settlement or award by judgement: Provided further, That the United States may not request the court to withhold any payment from the court registry or pursue any claim for environmental remediation with respect to such property until 30 days after a negotiated settlement or award by judgement with respect to such property has been reached and payment has been made: Provided further, That the Secretary shall not allow any unauthorized use of property acquired pursuant to this section after the date of taking, and the Secretary shall permit the orderly termination of all operation on the lands and the removal of equipment, facilities, and personal property.

SEC. 122. Section 1034 of Public Law 104-333 (110 Stat. 4093, 4240) is amended by striking "at any time within 12 months of enactment of this Act" and inserting in lieu thereof "on or before October 1, 1998".

SEC. 123. (a) KODIAK LAND VALUATION.—Notwithstanding the Refuge Revenue Sharing Act (16 U.S.C. 715s) or any regulations implementing such Act, the fair market value for the initial computation of the payment to Kodiak Island Borough pursuant to such Act shall be based on the purchase price of the parcels acquired from Akhiok-Kaguyak, Incorporated, Koniag, Incorporated, and the Old Harbor Native Corporation for addition to the Kodiak National Wildlife Refuge.

(b) The fair market value of the parcels described in subsection (a) shall be reappraised under the normal schedule for appraisals adopted by the Alaska Region of the United States Fish and Wildlife Service under the Refuge Revenue Sharing Act (16 U.S.C. 715s). Any such reappraisals shall be made in accordance with such Act and any other applicable law or regulation.

(c) The fair market value computation required under subsection (a) shall be effective as of the date of the acquisition of the parcels described in such subsection.

SEC. 124. (a) ANDROSCOGGIN RIVER VALLEY HERITAGE AREA ACT—SHORT TITLE.—This Act may be cited as the "Androscoggin River Valley Heritage Area Act".

(b) PURPOSE.—The purpose of this Act is to establish a locally oriented commission to assist the city of Berlin, New Hampshire, in identifying and studying the Androscoggin River Valley's historical and cultural assets.

(c) ESTABLISHMENT OF COMMISSION.—There is established the Androscoggin River Valley Heritage Commission (referred to in this Act as the "Commission"), which shall consist of 10 members appointed not later than 3 months after the date of enactment of this Act, as follows:

(1) 1 member appointed by the Governor of New Hampshire, who shall serve as Chairperson.

(2) 1 member appointed by the Speaker of the House of Representatives of the State of New Hampshire.

(3) 1 member appointed by the President of the Senate of the State of New Hampshire.

(4) 2 members appointed by the Secretary of the Interior from among individuals recommended by State and local cultural or historic preservation organizations.

(5) 1 member, appointed by the Secretary of the Interior, who has experience in the area of historical projects.

(6) 4 members appointed by the mayor of the city of Berlin, New Hampshire.

(d) VOTING.—The Commission shall act and advise by affirmative vote of a majority of its members.

(e) COMPENSATION.—

(1) IN GENERAL.—A member of the Commission shall receive no pay on account of the member's service on the Commission.

(2) TRAVEL EXPENSES.—A member of the Commission, while away from the member's home or regular place of business in the performance of services for the Commission, shall be allowed travel expenses, including per diem in lieu of subsistence, in the same manner as persons employed intermittently in Government service are allowed expenses under section 5703 of title 5, United States Code.

(f) EXEMPTION FROM CHARTER RENEWAL REQUIREMENTS.—Section 14(b) of the Federal Advisory Committee Act (5 U.S.C. App.) shall not apply to the Commission.

(g) TERMINATION.—The Commission shall terminate on submission of a report under section 4(b).

(h) SUPPORT.—

(1) STAFF AND TECHNICAL SERVICES.—The Director of the National Park Service may provide such staff support and technical services as are necessary to carry out the functions of the Commission.

(2) COMPLETION OF STUDY.—The Secretary of the Interior may provide the Commission such technical and other assistance as is necessary to complete the study described in subsection (j).

(i) OPEN MEETINGS.—All meetings of the Commission shall be open to the public.

(j) STUDY.—

(1) IN GENERAL.—Not later than 1 year after the completion of appointment of the members of the Commission, the Commission shall complete a comprehensive study of the Androscoggin River Valley's history and culture in New Hampshire, which shall—

(A) include a catalog of all available historically and culturally significant sites, buildings, and areas in the region;

(B) examine the feasibility of any Federal or State historic recognition in the region;

(C) include a set of options for the city of Berlin, New Hampshire, to pursue with respect to heritage-based development, including a list of available Federal, State, and private programs that would further any such efforts; and

(D) account for the impacts of any heritage-based development on State, municipal, and private property.

(2) REPORT.—The Commission shall provide Congress, the Secretary of the Interior, and the State of New Hampshire with a report based on the study described in paragraph 1.

(k) NO REGULATORY AUTHORITY.—Nothing in this Act provides the Commission with any regulatory authority.

(l) AUTHORIZATION OF APPROPRIATIONS.—For the purpose of carrying out the functions of the Commission, there is authorized to be appropriated \$50,000.

## TITLE II—RELATED AGENCIES

### DEPARTMENT OF AGRICULTURE

#### FOREST SERVICE

#### FOREST AND RANGELAND RESEARCH

For necessary expenses of forest and rangeland research as authorized by law, **[\$187,644,000] \$188,644,000**, to remain available until expended.

#### STATE AND PRIVATE FORESTRY

For necessary expenses of cooperating with and providing technical and financial assistance to States, Territories, possessions, and others, and for forest health management, cooperative forestry, and education and land conservation activities, **[\$157,922,000] \$162,668,000**, to remain available until expended, as authorized by law: *Provided*, That of funds available under this heading for Pacific Northwest Assistance in this or prior appropriations Acts, \$800,000 shall be provided to the World Forestry Center for purposes of continuing scientific research and other authorized efforts regarding the land exchange efforts in the Umpqua River Basin region: *Provided further*, That activities conducted pursuant to funds provided herein for the Alaska Spruce Bark Beetle task force shall be exempt from the requirements of the Federal Advisory Committee Act.

#### NATIONAL FOREST SYSTEM

For necessary expenses of the Forest Service, not otherwise provided for, for management, protection, improvement, and utilization of the National Forest System, for forest planning, inventory, and monitoring, and for administrative expenses associated with the management of funds provided under the heads "Forest and Rangeland Research," "State and Private Forestry," "National Forest System," "Wildland Fire Management," "Reconstruction and Construction," and "Land Acquisition," **[\$1,364,480,000] \$1,346,215,000**, to remain available until expended, which shall include 50 per centum of all monies received during prior fiscal years as fees collected under the Land and Water Conservation Fund Act of 1965, as amended, in accordance with section 4 of the Act (16 U.S.C. 4601-6a(i)): *Provided*, That up to \$10,000,000 of the funds provided herein for road maintenance shall be available for the planned obliteration of roads which are no longer needed: *Provided further*, That funds may be used to construct or reconstruct facilities of the Forest Service: *Provided further*, That no more than \$250,000 shall be used on any single project, exclusive of planning and design costs: *Provided further*, That the Forest Service shall report annually to Congress the amount obligated for each project, and the total dollars obligated during the year.

#### WILDLAND FIRE MANAGEMENT

For necessary expenses for forest fire suppression activities on National Forest System lands, for emergency fire suppression on or adjacent to such lands or other lands under fire protection agreement, and for emergency rehabilitation of burned over National Forest System lands, **[\$591,715,000] \$582,715,000** to remain available until expended: *Provided*, That such funds are available for repayment of advances from other

appropriations accounts previously transferred for such purposes.

#### RECONSTRUCTION AND CONSTRUCTION

For necessary expenses of the Forest Service, not otherwise provided for, **[\$160,122,000 (reduced by \$5,600,000)] \$160,269,000**, to remain available until expended for construction, reconstruction and acquisition of buildings and other facilities, and for construction, reconstruction and repair of forest roads and trails by the Forest Service as authorized by 16 U.S.C. 532-538 and 23 U.S.C. 101 and 205: *Provided*, That not to exceed \$50,000,000, (reduced to \$25,000,000), to remain available until expended, may be obligated for the construction of forest roads by timber purchasers.]

#### LAND ACQUISITION

For expenses necessary to carry out the provisions of the Land and Water Conservation Fund Act of 1965, as amended (16 U.S.C. 4601-4-11), including administrative expenses, and for acquisition of land or waters, or interest therein, in accordance with statutory authority applicable to the Forest Service, **[\$45,000,000] \$49,176,000**, to be derived from the Land and Water Conservation Fund, to remain available until expended.

#### ACQUISITION OF LANDS FOR NATIONAL FORESTS SPECIAL ACTS

For acquisition of lands within the exterior boundaries of the Cache, Uinta, and Wasatch National Forests, Utah; the Toiyabe National Forest, Nevada; and the Angeles, San Bernardino, Sequoia, and Cleveland National Forests, California, as authorized by law, \$1,069,000, to be derived from forest receipts.

#### ACQUISITION OF LANDS TO COMPLETE LAND EXCHANGES

For acquisition of lands, such sums, to be derived from funds deposited by State, county, or municipal governments, public school districts, or other public school authorities pursuant to the Act of December 4, 1967, as amended (16 U.S.C. 484a), to remain available until expended.

#### RANGE BETTERMENT FUND

For necessary expenses of range rehabilitation, protection, and improvement, 50 per centum of all moneys received during the prior fiscal year, as fees for grazing domestic livestock on lands in National Forests in the sixteen Western States, pursuant to section 401(b)(1) of Public Law 94-579, as amended, to remain available until expended, of which not to exceed 6 per centum shall be available for administrative expenses associated with on-the-ground range rehabilitation, protection, and improvements.

#### GIFTS, DONATIONS AND BEQUESTS FOR FOREST AND RANGELAND RESEARCH

For expenses authorized by 16 U.S.C. 1643(b), \$92,000, to remain available until expended, to be derived from the fund established pursuant to the above Act.

#### MIDWIN NATIONAL TALLGRASS PRAIRIE RESTORATION FUND

All funds collected for admission, occupancy, and use of the Midwin National Tallgrass Prairie, and the salvage value proceeds from sale of any facilities and improvements pursuant to sections 2915(d) and (e) of Public Law 104-106, are hereby appropriated and made available until expended for the necessary expenses of restoring and administering the Midwin National Tallgrass Prairie in accordance with section 2915(f) of the Act.

#### COOPERATIVE WORK, FOREST SERVICE

[For restoring the balances borrowed for previous years firefighting, \$128,000,000, to remain available until expended: *Provided*, That the appropriation shall be merged with

and made a part of the designated fund authorized by Public Law 71-319, as amended.]

#### ADMINISTRATIVE PROVISIONS, FOREST SERVICE

Appropriations to the Forest Service for the current fiscal year shall be available for: (1) purchase of not to exceed 159 passenger motor vehicles of which 22 will be used primarily for law enforcement purposes and of which 156 shall be for replacement; acquisition of 25 passenger motor vehicles from excess sources, and hire of such vehicles; operation and maintenance of aircraft, the purchase of not to exceed two for replacement only, and acquisition of 20 aircraft from excess sources notwithstanding other provisions of law, existing aircraft being replaced may be sold, with proceeds derived or trade-in value used to offset the purchase price for the replacement aircraft; (2) services pursuant to 7 U.S.C. 2225, and not to exceed \$100,000 for employment under 5 U.S.C. 3109; (3) purchase, erection, and alteration of buildings and other public improvements (7 U.S.C. 2250); (4) acquisition of land, waters, and interests therein, pursuant to 7 U.S.C. 428a; (5) for expenses pursuant to the Volunteers in the National Forest Act of 1972 (16 U.S.C. 558a, 558d, and 558a note); (6) the cost of uniforms as authorized by 5 U.S.C. 5901-5902; and (7) for debt collection contracts in accordance with 31 U.S.C. 3718(c).

None of the funds made available under this Act shall be obligated or expended to change the boundaries of any region, to abolish any region, to move or close any regional office for research, State and private forestry, or National Forest System administration of the Forest Service, Department of Agriculture *other than the relocation of the regional office for Region 10 to Ketchikan and other office relocations and closures in Alaska as specified in the Committee report accompanying this bill*, without the consent of the House and Senate Committees on Appropriations.

Any appropriations or funds available to the Forest Service may be advanced to the Wildland Fire Management appropriation and may be used for forest firefighting and the emergency rehabilitation of burned-over or damaged lands or waters under its jurisdiction.

Funds appropriated to the Forest Service shall be available for assistance to or through the Agency for International Development and the Foreign Agricultural Service in connection with forest and rangeland research, technical information, and assistance in foreign countries, and shall be available to support forestry and related natural resource activities outside the United States and its territories and possessions, including technical assistance, education and training, and cooperation with United States and international organizations.

None of the funds made available to the Forest Service under this Act shall be subject to transfer under the provisions of section 702(b) of the Department of Agriculture Organic Act of 1944 (7 U.S.C. 2257) or 7 U.S.C. 147b unless the proposed transfer is approved in advance by the House and Senate Committees on Appropriations in compliance with the reprogramming procedures contained in the report accompanying this bill.

None of the funds available to the Forest Service may be reprogrammed without the advance approval of the House and Senate Committees on Appropriations in accordance with the procedures contained in the report accompanying this bill.

No funds appropriated to the Forest Service shall be transferred to the Working Capital Fund of the Department of Agriculture without the approval of the Chief of the Forest Service.

Notwithstanding any other provision of the law, any appropriations or funds avail-

able to the Forest Service may be used to disseminate program information to private and public individuals and organizations through the use of nonmonetary items of nominal value and to provide nonmonetary awards of nominal value and to incur necessary expenses for the nonmonetary recognition of private individuals and organizations that make contributions to Forest Service programs.

Notwithstanding any other provision of law, money collected, in advance or otherwise, by the Forest Service under authority of section 101 of Public Law 93-153 (30 U.S.C. 185(l)) as reimbursement of administrative and other costs incurred in processing pipeline right-of-way or permit applications and for costs incurred in monitoring the construction, operation, maintenance, and termination of any pipeline and related facilities, may be used to reimburse the applicable appropriation to which such costs were originally charged.

Funds available to the Forest Service shall be available to conduct a program of not less than \$1,000,000 for high priority projects within the scope of the approved budget which shall be carried out by the Youth Conservation Corps as authorized by the Act of August 13, 1970, as amended by Public Law 93-408.

None of the funds available in this Act shall be used for timber sale preparation using clearcutting in hardwood stands in excess of 25 percent of the fiscal year 1989 harvested volume in the Wayne National Forest, Ohio: *Provided*, That this limitation shall not apply to hardwood stands damaged by natural disaster: *Provided further*, That landscape architects shall be used to maintain a visually pleasing forest.

Any money collected from the States for fire suppression assistance rendered by the Forest Service on non-Federal lands not in the vicinity of National Forest System lands shall be used to reimburse the applicable appropriation and shall remain available until expended as the Secretary may direct in conducting activities authorized by 16 U.S.C. 2101 note, 2101-2110, 1606, and 2111.

Of the funds available to the Forest Service, \$1,500 is available to the Chief of the Forest Service for official reception and representation expenses.

Notwithstanding any other provision of law, the Forest Service is authorized to employ or otherwise contract with persons at regular rates of pay, as determined by the Service, to perform work occasioned by emergencies such as fires, storms, floods, earthquakes or any other unavoidable cause without regard to Sundays, Federal holidays, and the regular workweek.

To the greatest extent possible, and in accordance with the Final Amendment to the Shawnee National Forest Plan, none of the funds available in this Act shall be used for preparation of timber sales using clearcutting or other forms of even aged management in hardwood stands in the Shawnee National Forest, Illinois.

Pursuant to sections 405(b) and 410(b) of Public Law 101-593, of the funds available to the Forest Service, up to **[\$2,000,000] \$2,500,000** may be advanced in a lump sum as Federal financial assistance to the National Forest Foundation, without regard to when the Foundation incurs expenses, for administrative expenses or projects on or benefitting National Forest System lands or related to Forest Service programs: *Provided*, That of the Federal funds made available to the Foundation, no more than **[\$500,000] \$1,000,000** shall be available for administrative expenses: *Provided further*, That the Foundation shall obtain, by the end of the period of Federal financial assistance, private contributions to match on at least one-

for-one basis funds made available by the Forest Service: *Provided further*, That the Foundation may transfer Federal funds to a recipient of Federal financial assistance for a project at the same rate that the recipient has obtained the non-Federal matching funds: *Provided further*, That hereafter, the National Forest Foundation may hold Federal funds made available but not immediately disbursed and may use any interest or other investment income earned (before, on, or after the date of enactment of this Act) on Federal funds to carry out the purposes of Public Law 101-593: *Provided further*, That such investments may be made only in interest-bearing obligations of the United States or in obligations guaranteed as to both principal and interest by the United States.

Pursuant to section 2(b)(2) of Public Law 98-244, up to \$2,000,000 of the funds available to the Forest Service shall be available for matching funds, as authorized by 16 U.S.C. 3701-3709, and may be advanced in a lump sum as Federal financial assistance, without regard to when expenses are incurred, for projects on or benefitting National Forest System lands or related to Forest Service programs: *Provided*, That the Foundation shall obtain, by the end of the period of Federal financial assistance, private contributions to match on at least one-for-one basis funds advanced by the Forest Service: *Provided further*, That the Foundation may transfer Federal funds to a recipient of Federal financial assistance for a project at the same rate that the recipient has obtained the non-Federal matching funds.

Funds appropriated to the Forest Service shall be available for interactions with and providing technical assistance to rural communities for sustainable rural development purposes.

Notwithstanding any other provision of law, 80 percent of the funds appropriated to the Forest Service in the "National Forest System" and "Reconstruction and Construction" accounts and planned to be allocated to activities under the "Jobs in the Woods" program for projects on National Forest land in the State of Washington may be granted directly to the Washington State Department of Fish and Wildlife for accomplishment of planned projects. Twenty percent of said funds shall be retained by the Forest Service for planning and administering projects. Project selection and prioritization shall be accomplished by the Forest Service with such consultation with the State of Washington as the Forest Service deems appropriate.

Funds appropriated to the Forest Service shall be available for payments to counties within the Columbia River Gorge National Scenic Area, pursuant to sections 14(c)(1) and (2), and section 16(a)(2) of Public Law 99-663.

Any funds available to the Forest Service may be used for retrofitting the Commanding Officer's Building (S-2), to accommodate the relocation of the Forest Supervisor's Office for the San Bernardino National Forest: *Provided*, That funds for the move must come from funds otherwise available to Region 5: *Provided further*, That any funds to be provided for such purposes shall only be available upon approval of the House and Senate Committees on Appropriations.

The Secretary of Agriculture is authorized to enter into grants, contracts, and cooperative agreements as appropriate with the Pinchot Institute for Conservation, as well as with public and other private agencies, organizations, institutions, and individuals, to provide for the development, administration, maintenance, or restoration of land, facilities, or Forest Service programs, at the Grey Towers National Historic Landmark: *Provided*, That, subject to such terms and condi-

tions as the Secretary of Agriculture may prescribe, any such public or private agency, organization, institution, or individual may solicit, accept, and administer private gifts of money and real or personal property for the benefit of, or in connection with, the activities and services at the Grey Towers National Historic Landmark: *Provided further*, That such gifts may be accepted notwithstanding the fact that a donor conducts business with the Department of Agriculture in any capacity.

Funds appropriated to the Forest Service shall be available, as determined by the Secretary, for payments to Del Norte County, California, pursuant to sections 13(e) and 14 of the Smith River National Recreation Area Act (Public Law 101-612).

For purposes of the Southeast Alaska Economic Disaster Fund as set forth in section 101(c) of Public Law 104-134, the direct grants provided in subsection (c) shall be considered direct payments for purposes of all applicable law except that these direct grants may not be used for lobbying activities.

No employee of the Department of Agriculture may be detailed or assigned from an agency or office funded by this Act to any other agency or office of the Department for more than 30 days unless the individual's employing agency or office is fully reimbursed by the receiving agency or office for the salary and expenses of the employee for the period of assignment.

#### DEPARTMENT OF ENERGY

##### CLEAN COAL TECHNOLOGY

##### (RESCISSION)

Of the funds made available under this heading for obligation in fiscal year 1997 or prior years, \$101,000,000 are rescinded: *Provided*, That funds made available in previous appropriations Acts shall be available for any ongoing project regardless of the separate request for proposal under which the project was selected.

##### FOSSIL ENERGY RESEARCH AND DEVELOPMENT

For necessary expenses in carrying out fossil energy research and development activities, under the authority of the Department of Energy Organization Act (Public Law 95-91), including the acquisition of interest, including defeasible and equitable interests in any real property or any facility or for plant or facility acquisition or expansion, and for conducting inquiries, technological investigations and research concerning the extraction, processing, use, and disposal of mineral substances without objectionable social and environmental costs (30 U.S.C. 3, 1602, and 1603), performed under the minerals and materials science programs at the Albany Research Center in Oregon, [\$313,153,000] \$363,969,000, to remain available until expended: *Provided*, That no part of the sum herein made available shall be used for the field testing of nuclear explosives in the recovery of oil and gas.

##### ALTERNATIVE FUELS PRODUCTION

##### (INCLUDING TRANSFER OF FUNDS)

Monies received as investment income on the principal amount in the Great Plains Project Trust at the Norwest Bank of North Dakota, in such sums as are earned as of October 1, 1997, shall be deposited in this account and immediately transferred to the General Fund of the Treasury. Monies received as revenue sharing from operation of the Great Plains Gasification Plant shall be immediately transferred to the General Fund of the Treasury.

##### NAVAL PETROLEUM AND OIL SHALE RESERVES

For necessary expenses in carrying out naval petroleum and oil shale reserve activities, [\$115,000,000] \$107,000,000, and such sums as are necessary to operate Naval Petroleum

Reserve Numbered 1 between May 16, 1998 and September 30, 1998, to remain available until expended: *Provided*, That notwithstanding any other provision of law, revenues received from use and operation of Naval Petroleum Reserve Numbered 1 in excess of \$163,000,000 shall be used to offset the costs of operating Naval Petroleum Reserve Numbered 1 between May 16, 1998 and September 30, 1998: *Provided further*, That revenues retained pursuant to the first proviso under this head in Public Law 102-381 (106 Stat. 1404) shall be immediately transferred to the General Fund of the Treasury: *Provided further*, That the requirements of 10 U.S.C. 7430(b)(2)(B) shall not apply to fiscal year 1998.

#### ENERGY CONSERVATION

For necessary expenses in carrying out energy conservation activities, [\$644,766,000] \$627,357,000, to remain available until expended, including, notwithstanding any other provision of law, the excess amount for fiscal year 1998 determined under the provisions of section 3003(d) of Public Law 99-509 (15 U.S.C. 4502): *Provided*, That [\$153,845,000] \$160,100,000 shall be for use in energy conservation programs as defined in section 3008(3) of Public Law 99-509 (15 U.S.C. 4507) and shall not be available until excess amounts are determined under the provisions of section 3003(d) of Public Law 99-509 (15 U.S.C. 4502): *Provided further*, That notwithstanding section 3003(d)(2) of Public Law 99-509 such sums shall be allocated to the eligible programs as follows: [\$123,845,000] \$129,000,000 for weatherization assistance grants and [\$30,000,000] \$31,100,000 for State energy conservation grants.

#### ECONOMIC REGULATION

For necessary expenses in carrying out the activities of the Office of Hearings and Appeals, \$2,725,000, to remain available until expended.

#### STRATEGIC PETROLEUM RESERVE

##### (INCLUDING TRANSFER OF FUNDS)

For necessary expenses for Strategic Petroleum Reserve facility development and operations and program management activities pursuant to the Energy Policy and Conservation Act of 1975, as amended (42 U.S.C. 6201 et seq.), [\$209,000,000] \$207,500,000, to remain available until expended, of which [\$209,000,000] \$207,500,000 shall be repaid from the "SPR Operating Fund" from amounts made available from the sale of oil from the Reserve: *Provided*, That notwithstanding section 161 of the Energy Policy and Conservation Act, the Secretary shall draw down and sell in fiscal year 1998 [\$209,000,000] \$207,500,000 worth of oil from the Strategic Petroleum Reserve: *Provided further*, That the proceeds from the sale shall be deposited into the "SPR Operating Fund", and shall, upon receipt, be transferred to the Strategic Petroleum Reserve account for operations of the Strategic Petroleum Reserve.

##### SPR PETROLEUM ACCOUNT

Notwithstanding 42 U.S.C. 6240(d) the United States share of crude oil in Naval Petroleum Reserve Numbered 1 (Elk Hills) may be sold or otherwise disposed of to other than the Strategic Petroleum Reserve: *Provided*, That outlays in fiscal year 1998 resulting from the use of funds in this account shall not exceed \$5,000,000.

#### ENERGY INFORMATION ADMINISTRATION

For necessary expenses in carrying out the activities of the Energy Information Administration, [\$66,800,000] \$62,800,000, to remain available until expended.

#### ADMINISTRATIVE PROVISIONS, DEPARTMENT OF ENERGY

Appropriations under this Act for the current fiscal year shall be available for hire of

passenger motor vehicles; hire, maintenance, and operation of aircraft; purchase, repair, and cleaning of uniforms; and reimbursement to the General Services Administration for security guard services.

From appropriations under this Act, transfers of sums may be made to other agencies of the Government for the performance of work for which the appropriation is made.

None of the funds made available to the Department of Energy under this Act shall be used to implement or finance authorized price support or loan guarantee programs unless specific provision is made for such programs in an appropriations Act.

The Secretary is authorized to accept lands, buildings, equipment, and other contributions from public and private sources and to prosecute projects in cooperation with other agencies, Federal, State, private or foreign: *Provided*, That revenues and other moneys received by or for the account of the Department of Energy or otherwise generated by sale of products in connection with projects of the Department appropriated under this Act may be retained by the Secretary of Energy, to be available until expended, and used only for plant construction, operation, costs, and payments to cost-sharing entities as provided in appropriate cost-sharing contracts or agreements: *Provided further*, That the remainder of revenues after the making of such payments shall be covered into the Treasury as miscellaneous receipts: *Provided further*, That any contract, agreement, or provision thereof entered into by the Secretary pursuant to this authority shall not be executed prior to the expiration of 30 calendar days (not including any day in which either House of Congress is not in session because of adjournment of more than three calendar days to a day certain) from the receipt by the Speaker of the House of Representatives and the President of the Senate of a full comprehensive report on such project, including the facts and circumstances relied upon in support of the proposed project.

No funds provided in this Act may be expended by the Department of Energy to prepare, issue, or process procurement documents for programs or projects for which appropriations have not been made.

In addition to other authorities set forth in this Act, the Secretary may accept fees and contributions from public and private sources, to be deposited in a contributed funds account, and prosecute projects using such fees and contributions in cooperation with other Federal, State or private agencies or concerns.

The Secretary is authorized to accept funds from other Federal agencies in return for assisting agencies in achieving energy efficiency in Federal facilities and operations by the use of privately financed, energy saving performance contracts and other private financing mechanisms. The funds may be provided after agencies begin to realize energy cost savings; may be retained by the Secretary until expended; and may be used only for the purpose of assisting Federal agencies in achieving greater efficiency, water conservation, and use of renewable energy by means of privately financed mechanisms, including energy savings performance contracts. Any such privately financed contracts shall meet the provisions of the Energy Policy Act of 1992, Public Law [102-496] 102-486 (42 U.S.C. 8287).

#### DEPARTMENT OF HEALTH AND HUMAN SERVICES

##### INDIAN HEALTH SERVICE

##### INDIAN HEALTH SERVICES

For expenses necessary to carry out the Act of August 5, 1954 (68 Stat. 674), the Indian Self-Determination Act, the Indian Health

Care Improvement Act, and titles II and III of the Public Health Service Act with respect to the Indian Health Service, [\$1,829,008,000] \$1,958,235,000, together with payments received during the fiscal year pursuant to 42 U.S.C. 238(b) for services furnished by the Indian Health Service: *Provided*, That funds made available to tribes and tribal organizations through contracts, grant agreements, or any other agreements or compacts authorized by the Indian Self-Determination and Education Assistance Act of 1975 (25 U.S.C. 450), shall be deemed to be obligated at the time of the grant or contract award and thereafter shall remain available to the tribe or tribal organization without fiscal year limitation: *Provided further*, That \$12,000,000 shall remain available until expended, for the Indian Catastrophic Health Emergency Fund: *Provided further*, That [\$359,348,000] \$362,375,000 for contract medical care shall remain available for obligation until September 30, 1999: *Provided further*, That of the funds provided, not less than \$11,889,000 shall be used to carry out the loan repayment program under section 108 of the Indian Health Care Improvement Act: *Provided further*, That funds provided in this Act may be used for one-year contracts and grants which are to be performed in two fiscal years, so long as the total obligation is recorded in the year for which the funds are appropriated: *Provided further*, That the amounts collected by the Secretary of Health and Human Services under the authority of title IV of the Indian Health Care Improvement Act shall remain available until expended for the purpose of achieving compliance with the applicable conditions and requirements of titles XVIII and XIX of the Social Security Act (exclusive of planning, design, or construction of new facilities): *Provided further*, That of the funds provided, \$7,500,000 shall remain available until expended, for the Indian Self-Determination Fund, which shall be available for the transitional costs of initial or expanded tribal contracts, compacts, grants or cooperative agreements with the Indian Health Service under the provisions of the Indian Self-Determination Act: *Provided further*, That funding contained herein, and in any earlier appropriations Acts for scholarship programs under the Indian Health Care Improvement Act (25 U.S.C. 1613) shall remain available for obligation until September 30, 1999: *Provided further*, That amounts received by tribes and tribal organizations under title IV of the Indian Health Care Improvement Act shall be reported and accounted for and available to the receiving tribes and tribal organizations until expended.

##### INDIAN HEALTH FACILITIES

For construction, repair, maintenance, improvement, and equipment of health and related auxiliary facilities, including quarters for personnel; preparation of plans, specifications, and drawings; acquisition of sites, purchase and erection of modular buildings, and purchases of trailers; and for provision of domestic and community sanitation facilities for Indians, as authorized by section 7 of the Act of August 5, 1954 (42 U.S.C. 2004a), the Indian Self-Determination Act, and the Indian Health Care Improvement Act, and for expenses necessary to carry out such Acts and titles II and III of the Public Health Service Act with respect to environmental health and facilities support activities of the Indian Health Service, \$257,310,000] \$168,501,000, to remain available until expended: *Provided*, That notwithstanding any other provision of law, funds appropriated for the planning, design, construction or renovation of health facilities for the benefit of an Indian tribe or tribes may be used to purchase land for sites to construct, improve, or enlarge health or related facilities.

##### ADMINISTRATIVE PROVISIONS, INDIAN HEALTH SERVICE

Appropriations in this Act to the Indian Health Service shall be available for services as authorized by 5 U.S.C. 3109 but at rates not to exceed the per diem rate equivalent to the maximum rate payable for senior-level positions under 5 U.S.C. 5376; hire of passenger motor vehicles and aircraft; purchase of medical equipment; purchase of reprints; purchase, renovation and erection of modular buildings and renovation of existing facilities; payments for telephone service in private residences in the field, when authorized under regulations approved by the Secretary; and for uniforms or allowances therefore as authorized by 5 U.S.C. 5901-5902; and for expenses of attendance at meetings which are concerned with the functions or activities for which the appropriation is made or which will contribute to improved conduct, supervision, or management of those functions or activities: *Provided*, That in accordance with the provisions of the Indian Health Care Improvement Act, non-Indian patients may be extended health care at all tribally administered or Indian Health Service facilities, subject to charges, and the proceeds along with funds recovered under the Federal Medical Care Recovery Act (42 U.S.C. 2651-2653) shall be credited to the account of the facility providing the service and shall be available without fiscal year limitation: *Provided further*, That notwithstanding any other law or regulation, funds transferred from the Department of Housing and Urban Development to the Indian Health Service shall be administered under Public Law 86-121 (the Indian Sanitation Facilities Act) and Public Law 93-638, as amended: *Provided further*, That funds appropriated to the Indian Health Service in this Act, except those used for administrative and program direction purposes, shall not be subject to limitations directed at curtailing Federal travel and transportation: *Provided further*, That notwithstanding any other provision of law, funds previously or herein made available to a tribe or tribal organization through a contract, grant, or agreement authorized by title I or title III of the Indian Self-Determination and Education Assistance Act of 1975 (25 U.S.C. 450), may be deobligated and reobligated to a self-determination contract under title I, or a self-governance agreement under title III of such Act and thereafter shall remain available to the tribe or tribal organization without fiscal year limitation: *Provided further*, That none of the funds made available to the Indian Health Service in this Act shall be used to implement the final rule published in the Federal Register on September 16, 1987, by the Department of Health and Human Services, relating to the eligibility for the health care services of the Indian Health Service until the Indian Health Service has submitted a budget request reflecting the increased costs associated with the proposed final rule, and such request has been included in an appropriations Act and enacted into law: *Provided further*, That funds made available in this Act are to be apportioned to the Indian Health Service as appropriated in this Act, and accounted for in the appropriation structure set forth in this Act: *Provided further*, That funds received from any source, including tribal contractors and compactors for previously transferred functions which tribal contractors and compactors no longer wish to retain, for services, goods, or training and technical assistance, shall be retained by the Indian Health Service and shall remain available until expended by the Indian Health Service: *Provided further*, That with respect to functions transferred by the Indian Health Service to tribes or tribal organizations, the Indian Health Service is authorized to provide goods and services to those

entities, on a reimbursable basis, including payment in advance with subsequent adjustment, and the reimbursements received therefrom, along with the funds received from those entities pursuant to the Indian Self-Determination Act, may be credited to the same or subsequent appropriation account which provided the funding, said amounts to remain available until expended: *Provided further*, That reimbursements for training, technical assistance, or services provided by the Indian Health Service will contain total costs, including direct, administrative, and overhead associated with the provision of goods, services, or technical assistance: *Provided further*, That the appropriation structure for the Indian Health Service may not be altered without advance approval of the House and Senate Committees on Appropriations.

#### OTHER RELATED AGENCIES

##### OFFICE OF NAVAJO AND HOPI INDIAN RELOCATION

##### SALARIES AND EXPENSES

For necessary expenses of the Office of Navajo and Hopi Indian Relocation as authorized by Public Law 93-531, [§18,345,000] \$15,000,000, to remain available until expended: *Provided*, That funds provided in this or any other appropriations Act are to be used to relocate eligible individuals and groups including evictees from District 6, Hopi-partitioned lands residents, those in significantly substandard housing, and all others certified as eligible and not included in the preceding categories: *Provided further*, That none of the funds contained in this or any other Act may be used by the Office of Navajo and Hopi Indian Relocation to evict any single Navajo or Navajo family who, as of November 30, 1985, was physically domiciled on the lands partitioned to the Hopi Tribe unless a new or replacement home is provided for such household: *Provided further*, That no relocatee will be provided with more than one new or replacement home: *Provided further*, That the Office shall relocate any certified eligible relocatees who have selected and received an approved homesite on the Navajo reservation or selected a replacement residence off the Navajo reservation or on the land acquired pursuant to 25 U.S.C. 640d-10.

##### INSTITUTE OF AMERICAN INDIAN AND ALASKA NATIVE CULTURE AND ARTS DEVELOPMENT

##### PAYMENT TO THE INSTITUTE

For payment to the Institute of American Indian and Alaska Native Culture and Arts Development, as authorized by title XV of Public Law 99-498, as amended (20 U.S.C. 56, part A), [§3,000,000] \$5,500,000.

##### SMITHSONIAN INSTITUTION

##### SALARIES AND EXPENSES

For necessary expenses of the Smithsonian Institution, as authorized by law, including research in the fields of art, science, and history; development, preservation, and documentation of the National Collections; presentation of public exhibits and performances; collection, preparation, dissemination, and exchange of information and publications; conduct of education, training, and museum assistance programs; maintenance, alteration, operation, lease (for terms not to exceed thirty years), and protection of buildings, facilities, and approaches; not to exceed \$100,000 for services as authorized by 5 U.S.C. 3109; up to 5 replacement passenger vehicles; purchase, rental, repair, and cleaning of uniforms for employees; [§334,557,000] \$333,708,000, of which not to exceed \$32,718,000 for the instrumentation program, collections acquisition, Museum Support Center equipment and move, exhibition reinstallation, the National Museum of the American Indian, the repatriation of skeletal remains

program, research equipment, information management, and Latino programming shall remain available until expended, and including such funds as may be necessary to support American overseas research centers and a total of \$125,000 for the Council of American Overseas Research Centers: *Provided*, That funds appropriated herein are available for advance payments to independent contractors performing research services or participating in official Smithsonian presentations.

##### CONSTRUCTION AND IMPROVEMENTS, NATIONAL ZOOLOGICAL PARK

For necessary expenses of planning, construction, remodeling, and equipping of buildings and facilities at the National Zoological Park, by contract or otherwise, \$3,850,000, to remain available until expended.

##### REPAIR AND RESTORATION OF BUILDINGS

For necessary expenses of repair and restoration of buildings owned or occupied by the Smithsonian Institution, by contract or otherwise, as authorized by section 2 of the Act of August 22, 1949 (63 Stat. 623), including not to exceed \$10,000 for services as authorized by 5 U.S.C. 3109, [§50,000,000] \$32,000,000, to remain available until expended: *Provided*, That contracts awarded for environmental systems, protection systems, and exterior repair or restoration of buildings of the Smithsonian Institution may be negotiated with selected contractors and awarded on the basis of contractor qualifications as well as price.

##### CONSTRUCTION

For necessary expenses for construction, \$33,000,000, to remain available until expended: *Provided*, That notwithstanding any other provision of law, a single procurement for the construction of the National Museum of the American Indian may be issued which includes the full scope of the project: *Provided further*, That the solicitation and the contract shall contain the clause "availability of funds" found at 48 CFR 52.232.18.

##### NATIONAL GALLERY OF ART

##### SALARIES AND EXPENSES

For the upkeep and operations of the National Gallery of Art, the protection and care of the works of art therein, and administrative expenses incident thereto, as authorized by the Act of March 24, 1937 (50 Stat. 51), as amended by the public resolution of April 13, 1939 (Public Resolution 9, Seventy-sixth Congress), including services as authorized by 5 U.S.C. 3109; payment in advance when authorized by the treasurer of the Gallery for membership in library, museum, and art associations or societies whose publications or services are available to members only, or to members at a price lower than to the general public; purchase, repair, and cleaning of uniforms for guards, and uniforms, or allowances therefor, for other employees as authorized by law (5 U.S.C. 5901-5902); purchase or rental of devices and services for protecting buildings and contents thereof, and maintenance, alteration, improvement, and repair of buildings, approaches, and grounds; and purchase of services for restoration and repair of works of art for the National Gallery of Art by contracts made, without advertising, with individuals, firms, or organizations at such rates or prices and under such terms and conditions as the Gallery may deem proper, \$55,837,000, of which not to exceed \$3,026,000 for the special exhibition program shall remain available until expended.

##### REPAIR, RESTORATION AND RENOVATION OF BUILDINGS

For necessary expenses of repair, restoration and renovation of buildings, grounds

and facilities owned or occupied by the National Gallery of Art, by contract or otherwise, as authorized, [§6,442,000] \$5,942,000, to remain available until expended: *Provided*, That contracts awarded for environmental systems, protection systems, and exterior repair or renovation of buildings of the National Gallery of Art may be negotiated with selected contractors and awarded on the basis of contractor qualifications as well as price.

##### JOHN F. KENNEDY CENTER FOR THE PERFORMING ARTS

##### OPERATIONS AND MAINTENANCE

For necessary expenses for the operation, maintenance and security of the John F. Kennedy Center for the Performing Arts, \$11,375,000.

##### CONSTRUCTION

For necessary expenses for capital repair and rehabilitation of the existing features of the building and site of the John F. Kennedy Center for the Performing Arts, \$9,000,000, to remain available until expended.

##### WOODROW WILSON INTERNATIONAL CENTER FOR SCHOLARS

##### SALARIES AND EXPENSES

[For necessary expenses of the Woodrow Wilson International Center for Scholars, \$1,000,000.]

*For expenses necessary in carrying out the provisions of the Woodrow Wilson Memorial Act of 1968 (82 Stat. 1356) including hire of passenger vehicles and services as authorized by 5 U.S.C. 3109, \$5,840,000.*

##### NATIONAL FOUNDATION ON THE ARTS AND THE HUMANITIES

##### NATIONAL ENDOWMENT FOR THE ARTS

##### GRANTS AND ADMINISTRATION

For necessary expenses to carry out the National Foundation on the Arts and the Humanities Act of 1965, as amended, \$83,300,000 shall be available to the National Endowment for the Arts for the support of projects and productions in the arts through assistance to organizations and individuals pursuant to section 5(c) of the Act, and for administering the functions of the Act, to remain available until expended.

##### MATCHING GRANTS

*To carry out the provisions of section 10(a)(2) of the National Foundation on the Arts and the Humanities Act of 1965, as amended, \$16,760,000, to remain available until expended, to the National Endowment for the Arts: Provided, That this appropriation shall be available for obligation only in such amounts as may be equal to the total amounts of gifts, bequests, and devises of money, and other property accepted by the Chairman or by grantees of the Endowment under the provisions of section 10(a)(2), subsections 11(a)(2)(A) and 11(a)(3)(A) during the current and preceding fiscal years for which equal amounts have not previously been appropriated.*

##### NATIONAL ENDOWMENT FOR THE HUMANITIES

##### GRANTS AND ADMINISTRATION

For necessary expenses to carry out the National Foundation on the Arts and the Humanities Act of 1965, as amended, [§96,100,000] \$96,800,000, shall be available to the National Endowment for the Humanities for support of activities in the humanities, pursuant to section 7(c) of the Act, and for administering the functions of the Act, to remain available until expended.

##### MATCHING GRANTS

*To carry out the provisions of section 10(a)(2) of the National Foundation on the Arts and the Humanities Act of 1965, as amended, \$13,900,000, to remain available until expended, of which \$8,000,000 shall be available to the National Endowment for the Humanities for the purposes of section 7(h):*

*Provided*, That this appropriation shall be available for obligation only in such amounts as may be equal to the total amounts of gifts, bequests, and devises of money, and other property accepted by the Chairman or by grantees of the Endowment under the provisions of subsections 11(a)(2)(B) and 11(a)(3)(B) during the current and preceding fiscal years for which equal amounts have not previously been appropriated.

INSTITUTE OF MUSEUM AND LIBRARY SERVICES  
OFFICE OF MUSEUM SERVICES  
GRANTS AND ADMINISTRATION

For carrying out subtitle C of the Museum and Library Services Act of 1996, **[\$23,390,000]** **\$22,290,000**, to remain available until expended.

ADMINISTRATIVE PROVISIONS

None of the funds appropriated to the National Foundation on the Arts and the Humanities may be used to process any grant or contract documents which do not include the text of 18 U.S.C. 1913: *Provided*, That none of the funds appropriated to the National Foundation on the Arts and the Humanities may be used for official reception and representation expenses.

COMMISSION OF FINE ARTS  
SALARIES AND EXPENSES

For expenses made necessary by the Act establishing a Commission of Fine Arts (40 U.S.C. 104), **\$907,000**.

NATIONAL CAPITAL ARTS AND CULTURAL  
AFFAIRS

For necessary expenses as authorized by Public Law 99-190 (20 U.S.C. 956(a)), as amended, **[\$6,000,000]** **\$7,000,000**.

ADVISORY COUNCIL ON HISTORIC  
PRESERVATION

SALARIES AND EXPENSES

For necessary expenses of the Advisory Council on Historic Preservation (Public Law 89-665, as amended), **[\$2,700,000]** **\$2,745,000**: *Provided*, That none of these funds shall be available for the compensation of Executive Level V or higher positions.

NATIONAL CAPITAL PLANNING COMMISSION  
SALARIES AND EXPENSES

For necessary expenses, as authorized by the National Capital Planning Act of 1952 (40 U.S.C. 71-71i), including services as authorized by 5 U.S.C. 3109, **[\$5,700,000]** **\$5,740,000**: *Provided*, That all appointed members will be compensated at a rate not to exceed the rate for Executive Schedule Level IV: *Provided further*, That beginning in fiscal year 1998 and thereafter, the Commission is authorized to charge fees to cover the full costs of Geographic Information System products and services supplied by the Commission, and such fees shall be credited to this account as an offsetting collection, to remain available until expended.

UNITED STATES HOLOCAUST MEMORIAL  
COUNCIL

HOLOCAUST MEMORIAL COUNCIL

For expenses of the Holocaust Memorial Council, as authorized by Public Law 96-388 (36 U.S.C. 1401), as amended, **\$31,707,000** of which **\$1,575,000** for the Museum's repair and rehabilitation program and **\$1,264,000** for the Museum's exhibitions program shall remain available until expended.

TITLE III—GENERAL PROVISIONS

SEC. 301. The expenditure of any appropriation under this Act for any consulting service through procurement contract, pursuant to 5 U.S.C. 3109, shall be limited to those contracts where such expenditures are a matter of public record and available for public inspection, except where otherwise

provided under existing law, or under existing Executive Order issued pursuant to existing law.

SEC. 302. No part of any appropriation under this Act shall be available to the Secretary of the Interior or the Secretary of Agriculture for the leasing of oil and natural gas by noncompetitive bidding on publicly owned lands within the boundaries of the Shawnee National Forest, Illinois: *Provided*, That nothing herein is intended to inhibit or otherwise affect the sale, lease, or right to access to minerals owned by private individuals.

SEC. 303. No part of any appropriation contained in this Act shall be available for any activity or the publication or distribution of literature that in any way tends to promote public support or opposition to any legislative proposal on which congressional action is not complete.

SEC. 304. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.

SEC. 305. None of the funds provided in this Act to any department or agency shall be obligated or expended to provide a personal cook, chauffeur, or other personal servants to any officer or employee of such department or agency except as otherwise provided by law.

SEC. 306. No assessments may be levied against any program, budget activity, subactivity, or project funded by this Act unless advance notice of such assessments and the basis therefor are presented to the Committees on Appropriations and are approved by such Committees.

SEC. 307. (a) COMPLIANCE WITH BUY AMERICAN ACT.—None of the funds made available in this Act may be expended by an entity unless the entity agrees that in expending the funds the entity will comply with sections 2 through 4 of the Act of March 3, 1933 (41 U.S.C. 10a-10c; popularly known as the "Buy American Act").

(b) SENSE OF CONGRESS; REQUIREMENT REGARDING NOTICE.—

(1) PURCHASE OF AMERICAN-MADE EQUIPMENT AND PRODUCTS.—In the case of any equipment or product that may be authorized to be purchased with financial assistance provided using funds made available in this Act, it is the sense of the Congress that entities receiving the assistance should, in expending the assistance, purchase only American-made equipment and products.

(2) NOTICE TO RECIPIENTS OF ASSISTANCE.—In providing financial assistance using funds made available in this Act, the head of each Federal agency shall provide to each recipient of the assistance a notice describing the statement made in paragraph (1) by the Congress.

(c) PROHIBITION OF CONTRACTS WITH PERSONS FALSELY LABELING PRODUCTS AS MADE IN AMERICA.—If it has been finally determined by a court or Federal agency that any person intentionally affixed a label bearing a "Made in America" inscription, or any inscription with the same meaning, to any product sold in or shipped to the United States that is not made in the United States, the person shall be ineligible to receive any contract or subcontract made with funds made available in this Act, pursuant to the debarment, suspension, and ineligibility procedures described in sections 9.400 through 9.409 of title 48, Code of Federal Regulations.

SEC. 308. None of the funds in this Act may be used to plan, prepare, or offer for sale timber from trees classified as giant sequoia (*Sequoiadendron giganteum*) which are located on National Forest System or Bureau of Land Management lands in a manner different than such sales were conducted in fiscal year 1995.

SEC. 309. None of the funds made available by this Act may be obligated or expended by the National Park Service to enter into or implement a concession contract which permits or requires the removal of the underground lunchroom at the Carlsbad Caverns National Park.

SEC. 310. Beginning in fiscal year 1998 and thereafter, where the actual costs of construction projects under self-determination contracts, compacts, or grants, pursuant to Public Laws 93-638, 103-413, or 100-297, are less than the estimated costs thereof, use of the resulting excess funds shall be determined by the appropriate Secretary after consultation with the tribes.

SEC. 311. Notwithstanding Public Law 103-413, quarterly payments of funds to tribes and tribal organizations under annual funding agreements pursuant to section 108 of Public Law 93-638, as amended, beginning in fiscal year 1998 and thereafter, may be made on the first business day following the first day of a fiscal quarter.

SEC. 312. None of the funds appropriated or otherwise made available by this Act may be used for the AmeriCorps program, unless the relevant agencies of the Department of the Interior and/or Agriculture follow appropriate reprogramming guidelines: *Provided*, That if no funds are provided for the AmeriCorps program by the VA-HUD and Independent Agencies fiscal year 1998 appropriations bill, then none of the funds appropriated or otherwise made available by this Act may be used for the AmeriCorps programs.

SEC. 313. None of the funds made available in this Act may be used (1) to demolish the bridge between Jersey City, New Jersey, and Ellis Island; or (2) to prevent pedestrian use of such bridge, when it is made known to the Federal official having authority to obligate or expend such funds that such pedestrian use is consistent with generally accepted safety standards.

SEC. 314. (a) None of the funds appropriated or otherwise made available pursuant to this Act shall be obligated or expended to accept or process applications for a patent for any mining or mill site claim located under the general mining laws.

(b) The provisions of subsection (a) shall not apply if the Secretary of the Interior determines that, for the claim concerned: (1) a patent application was filed with the Secretary on or before September 30, 1994; and (2) all requirements established under sections 2325 and 2326 of the Revised Statutes (30 U.S.C. 29 and 30) for vein or lode claims and sections 2329, 2330, 2331, and 2333 of the Revised Statutes (30 U.S.C. 35, 36, and 37) for placer claims, and section 2337 of the Revised Statutes (30 U.S.C. 42) for mill site claims, as the case may be, were fully complied with by the applicant by that date.

(c) On September 30, 1998, the Secretary of the Interior shall file with the House and Senate Committees on Appropriations and the Committee on Resources of the House of Representatives and the Committee on Energy and Natural Resources of the United States Senate a report on actions taken by the Department under the plan submitted pursuant to section 314(c) of the Department of the Interior and Related Agencies Appropriations Act, 1997 (Public Law 104-208).

(d) MINERAL EXAMINATIONS.—In order to process patent applications in a timely and responsible manner, upon the request of a patent applicant, the Secretary of the Interior shall allow the applicant to fund a qualified third-party contractor to be selected by the Bureau of Land Management to conduct a mineral examination of the mining claims or mill sites contained in a patent application as set forth in subsection (b). The Bureau of Land Management shall have the sole



responsibility to choose and pay the third-party contractor in accordance with the standard procedures employed by the Bureau of Land Management in the retention of third-party contractors.

SEC. 315. None of the funds appropriated or otherwise made available by this Act may be used for the purposes of acquiring lands in the counties of Gallia, Lawrence, Monroe, or Washington, Ohio, for the Wayne National Forest.

SEC. 316. None of the funds available to the Department of the Interior or the Department of Agriculture by this or any other Act may be used to prepare, promulgate, implement, or enforce any interim or final rule or regulation pursuant to title VIII of the Alaska National Interest Lands Conservation Act to assert jurisdiction, management, or control over any waters (other than non-navigable waters on Federal lands), non-Federal lands, or lands selected by, but not conveyed to, the State of Alaska pursuant to the Submerged Lands Act of 1953 or the Alaska Statehood Act, or an Alaska Native Corporation pursuant to the Alaska Native Claims Settlement Act.

SEC. 317. No funds appropriated under this or any other Act shall be used to review or modify sourcing areas previously approved under section 490(c)(3) of the Forest Resources Conservation and Shortage Relief Act of 1990 (Public Law 101-382) or to enforce or implement Federal regulations 36 CFR part 223 promulgated on September 8, 1995. The regulations and interim rules in effect prior to September 8, 1995 (36 CFR 223.48, 36 CFR 223.87, 36 CFR 223 subpart D, 36 CFR 223 subpart F, and 36 CFR 261.6) shall remain in effect. The Secretary of Agriculture or the Secretary of the Interior shall not adopt any policies concerning Public Law 101-382 or existing regulations that would restrain domestic transportation or processing of timber from private lands or impose additional accountability requirements on any timber. The Secretary of Commerce shall extend until September 30, 1998, the order issued under section 491(b)(2)(A) of Public Law 101-382 and shall issue an order under section 491(b)(2)(B) of such law that will be effective October 1, 1998.

SEC. 318. No part of any appropriation contained in this Act shall be expended or obligated to fund the activities of the western director and special assistant to the Secretary within the Office of the Secretary of Agriculture.

SEC. 318. *No part of any appropriation contained in this Act shall be expended or obligated to fund the activities of the western director and special assistant to the Secretary within the Office of the Secretary of Agriculture unless the proposed expenditure is approved in advance by the House and Senate Committees on Appropriations in compliance with the reprogramming procedures contained in the report accompanying this bill.*

SEC. 319. Notwithstanding any other provision of law, for fiscal year 1998 and hereafter the Secretaries of Agriculture and Interior are authorized to limit competition for watershed restoration project contracts as part of the "Jobs in the Woods" component of the President's Forest Plan for the Pacific Northwest to individuals and entities in historically timber-dependent areas in the States of Washington, Oregon, and northern California that have been affected by reduced timber harvesting on Federal lands.

SEC. 320. Section 101(c) of Public Law 104-134 is amended as follows: Under the heading "TITLE III—GENERAL PROVISIONS" amend section 315(c)(1), subsections (A) and (B) by striking each of those subsections and inserting in lieu thereof:

["(A) Eighty percent to a special account in the Treasury for use without further ap-

propriation, by the agency which administers the site, to remain available for expenditure in accordance with paragraph (2)(A).

["(B) Twenty percent to a special account in the Treasury for use without further appropriation, by the agency which administers the site, to remain available for expenditure in accordance with paragraph (2)(B)."]

SEC. 321. None of the funds collected under the Recreational Fee Demonstration program may be used to plan, design, or construct a visitor center or any other permanent structure without prior approval of the House and the Senate Committees on Appropriations if the estimated total cost of the facility exceeds \$500,000.

SEC. 322. Section 303(d)(1) of Public Law 96-451 (16 U.S.C. 1606a(d)(1)) is amended by inserting before the semicolon the following: "and other forest stand improvement activities to enhance forest health and reduce hazardous fuel loads of forest stands in the National Forest System".

SEC. 323. The Secretaries of Agriculture and Interior, in their conducting the Interior Columbia Basin Ecosystem Management Project, including both the Eastside Draft Environmental Impact Statement and the Upper Columbia River Basin Ecosystem Management Strategy Draft Environmental Impact Statement as described in a Federal Register notice on January 15, 1997 (Vol. 62, No. 10, page 2176) (hereinafter "Project"), shall analyze the economic and social conditions, and culture and customs of communities at the sub-basin level of analysis within the project area to the extent practicable and delineate the impacts the alternatives will have on the communities in the 164 sub-basins. The project managers shall release this more thorough analysis for public review as an addition to the draft environmental impact statements for the project, and incorporate this analysis and public comments to this analysis in any final environmental impact statements and record of decisions generated by the project.

SEC. 324. Notwithstanding section 904(b) of Public Law 104-333, hereafter, the Heritage Area established under section 904 of title IX of division II of Public Law 104-333 shall include any portion of a city, town, or village within an area specified in section 904(b)(2) of that Act only to the extent that the government of the city, town, or village, in a resolution of the governing board or council, agrees to be included and submits the resolution to the Secretary of the Interior and the management entities for the Heritage Area and to the extent such resolution is not subsequently revoked in the same manner.

SEC. 325. None of the funds appropriated or otherwise made available to the Indian Health Service by this Act may be used to restructure the funding of Indian health care delivery systems to Alaskan Natives.

SEC. 325. (a) Notwithstanding any other provision of law, and except as provided in this section, the Aleutian/Pribilof Islands Association, Inc., Bristol Bay Area Health Corporation, Chugachmiut, Copper River Native Association, Kodiak Area Native Area Association, Maniilaq Association, Metlakatla Indian Community, Arctic Slope Native Association, Ltd., Norton Sound Health Corporation, Southcentral Foundation, Southeast Alaska Regional Health Consortium, Tanana Chiefs Conference, Inc., and Yukon-Kuskokwim Health Corporation (hereinafter "regional health entities"), without further resolutions from the Regional Corporations, Village Corporations, Indian Reorganization Act Councils, tribes and/or villages which they represent are authorized to form a consortium (hereinafter "the Consortium") to enter into contracts, compacts, or funding agreements under Public Law 93-638 (25 U.S.C. 450 et seq.),

as amended, to provide all statewide health services provided by the Indian Health Service of the U.S. Department of Health and Human Services through the Alaska Native Medical Center and the Alaska Area Office. Each specified "regional health entity" shall maintain that status for purposes of participating in the Consortium only so long as it operates a regional health program for the Indian Health Service under Public Law 93-638 (25 U.S.C. 450 et seq.), as amended.

(b) The Consortium shall be governed by a 15 member Board of Directors, which shall be composed of one representative of each regional health entity listed in subsection (a) above, and two additional persons who shall represent Indian tribes, as defined in 25 U.S.C. 450b(e), and sub-regional tribal organizations which operate health programs not affiliated with the regional health entities listed above and Indian tribes not receiving health services from any tribal, regional or sub-regional health provider. Each member of the Board of Directors shall be entitled to cast one vote. Decisions of the Board of Directors shall be made by consensus whenever possible, and by majority vote in the event that no consensus can be reached. The Board of Directors shall establish at its first meeting its rules of procedure, which shall be published and made available to all members.

(c) The statewide health services (including any programs, functions, services and activities provided as part of such services) of the Alaska Native Medical Center and the Alaska Area Office may only be provided by the Consortium. Statewide health services for purposes of this section shall consist of all programs, functions, services, and activities provided by or through the Alaska Native Medical Center and the Alaska Area Office, not under contract or other funding agreement with any other tribe or tribal organization as of October 1, 1997, except as provided in subsection (d) below. All statewide health services provided by the Consortium under this section shall be provided pursuant to contracts or funding agreements entered into by the Consortium under Public Law 93-638 (25 U.S.C. 450 et seq.), as amended, and for such purpose the Consortium shall be deemed to have mature contract status as defined in section 4(h) of the Indian Self-Determination and Education Assistance Act, 25 U.S.C. 450b(h).

(d) Cook Inlet Region, Inc., through Southcentral Foundation (or any successor health care entity designated by Cook Inlet Region, Inc.) pursuant to Public Law 93-638 (25 U.S.C. 450 et seq.), as amended, is hereby authorized to enter into contracts or funding agreements under such Public Law for all services, provided at or through the Alaska Native Primary Care Center or other satellite clinics in Anchorage or the Matanuska-Susitna Valley without submission of any further authorizing resolutions from any other Alaska Native Region, village corporation, Indian Reorganization Act council, or tribe, no matter where located. Services provided under this paragraph shall, at a minimum, maintain the level of statewide and Anchorage Service Unit services provided at the Alaska Native Primary Care Center as of October 1, 1997, including necessary related services performed at the Alaska Native Medical Center. In addition, Cook Inlet Region, Inc., through Southcentral Foundation, or any lawfully designated health care entity of Cook Inlet Region, Inc., shall contract or enter into a funding agreement under Public Law 93-638 (25 U.S.C. 450 et seq.), as amended, for all primary care services provided by the Alaska Native Medical Center, including, but not limited to, family medicine, primary care internal medicine, pediatrics, obstetrics and gynecology, physical therapy, psychiatry, emergency services, public health nursing, health education, optometry, dentistry, audiology, social services, pharmacy, radiology, laboratory and biomedical, and the administrative support for these programs, functions, services and activities. Cook Inlet Region,



Inc., through Southcentral Foundation, or any lawfully designated health care entity of Cook Inlet Region, Inc., may provide additional health care services at the Alaska Native Medical Center if such use and services are provided pursuant to an agreement with the Consortium. All services covered by this subsection shall be provided on a nondiscriminatory basis without regard to residency within the Municipality of Anchorage.

SEC. 326. (a) Notwithstanding any other provision of law, after September 30, 1997 the Indian Health Service may not disburse funds for the provision of health care services pursuant to Public Law 93-638 (25 U.S.C. 450 et seq.), with any Alaska Native village or Alaska Native village corporation that is located within the area served by an Alaska Native regional health entity.

(b) Nothing in this section shall be construed to prohibit the disbursement of funds to any Alaska Native village or Alaska Native village corporation under any contract or compact entered into prior to May 1, 1997, or to prohibit the renewal of any such agreement.

(c) The General Accounting Office shall conduct a study of the impact of contracting and compacting by the Indian Health Service under Public Law 93-638 with Alaska Native villages and Alaska Native village corporations for the provision of health care services on the provision of health care services by Alaska Native regional corporation health care entities. The General Accounting Office shall submit the results of that study to the Committee on Appropriations of the Senate and the Committee on Appropriations of the House by June 1, 1998.

[SEC. 326. None of the funds made available by this Act may be used for the eviction of any person from real property in Sleeping Bear Dunes National Lakeshore that the person was authorized, on July 10, 1997, to occupy under a lease by the Department of the Interior or a special use permit issued by the Department of the Interior.

[SEC. 327. None of the funds made available by this Act may be obligated or expended for the Man and Biosphere Program or the World Heritage Program administered by the United Nations Educational, Scientific, and Cultural Organization (UNESCO).]

SEC. 328. None of the funds made available in this or any other Act for any fiscal year may be used to designate, or to post any sign designating, any portion of Canaveral National Seashore in Brevard County, Florida, as a clothing-optional area or as an area in which public nudity is permitted, if such designation would be contrary to county ordinance.

SEC. 329. Of the funds provided to the National Endowment for the Arts:

(a) The Chairperson shall only award a grant to an individual if such grant is awarded to such individual for a literature fellowship, National Heritage Fellowship, or American Jazz Masters Fellowship.

(b) The Chairperson shall establish procedures to ensure that no funding provided through a grant, except a grant made to a State or local arts agency, or regional group, may be used to make a grant to any other organization or individual to conduct activity independent of the direct grant recipient. Nothing in this subsection shall prohibit payments made in exchange for goods and services.

(c) No grant shall be used for seasonal support to a group, unless the application is specific to the contents of the season, including identified programs and/or projects.

SEC. 330. The National Endowment for the Arts and the National Endowment for the Humanities are authorized to solicit, accept, receive, and invest in the name of the United States, gifts, bequests, or devises of money and other property or services and to use such in furtherance of the functions of the National Endowment for the Arts and the National Endow-

ment for the Humanities. Any proceeds from such gifts, bequests, or devises, after acceptance by the National Endowment for the Arts or the National Endowment for the Humanities, shall be paid by the donor or the representative of the donor to the Chairman. The Chairman shall enter the proceeds in a special interest-bearing account to the credit of the appropriate Endowment for the purposes specified in each case.

SEC. 331. In fiscal years 1998 through 2002, the Secretaries of the Interior and Agriculture may make reciprocal delegations of their respective authorities, duties and responsibilities in support of joint pilot programs to promote customer service and efficiency in the management of public lands and national forests: Provided, That nothing herein shall alter, expand or limit the existing applicability of any public law or regulation to lands administered by the Bureau of Land Management or the United States Forest Service.

SEC. 332. No part of any appropriation contained in this Act shall be expended or obligated to fund any activities associated with revision of national forest land management plans until the administration publishes new final rules in the Federal Register for forest land management planning activities.

SEC. 333. No part of any appropriation contained in this Act shall be expended or obligated to fund any activities associated with issuance of the five year program under the Forest and Rangeland Renewable Resources Planning Act.

SEC. 334. (a) WATERSHED RESTORATION AND ENHANCEMENT AGREEMENTS—IN GENERAL.—For fiscal year 1998 and each year thereafter, appropriations for the Forest Service may be used by the Secretary of Agriculture for the purpose of entering into cooperative agreements with willing state and local governments, private and non-profit entities and landowners for protection, restoration and enhancement of fish and wildlife habitat, and other resources on public or private land or both that benefit these resources within the watershed.

(b) DIRECT AND INDIRECT WATERSHED AGREEMENTS.—The Secretary of Agriculture may enter into a watershed restoration and enhancement agreement—

(1) directly with a willing private landowner; or

(2) indirectly through an agreement with a state, local or tribal government or other public entity, educational institution, or private non-profit organization.

(c) TERMS AND CONDITIONS.—In order for the Secretary to enter into a watershed restoration and enhancement agreement—

(1) the agreement shall—

(A) include such terms and conditions mutually agreed to by the Secretary and the landowner;

(B) improve the viability of and otherwise benefit the fish, wildlife, and other resources on national forests lands within the watershed;

(C) authorize the provision of technical assistance by the Secretary in the planning of management activities that will further the purposes of the agreement;

(D) provide for the sharing of costs of implementing the agreement among the Federal government, the landowner(s), and other entities, as mutually agreed on by the affected interests; and

(E) ensure that any expenditure by the Secretary pursuant to the agreement is determined by the Secretary to be in the public interest; and

(2) the Secretary may require such other terms and conditions as are necessary to protect the public investment on non-federal lands, provided such terms and conditions are mutually agreed to by the Secretary and other land owners, state and local governments or both.

SEC. 335. The joint resolution entitled "Joint Resolution to establish a commission to formulate plans for a memorial to Franklin Delano Roosevelt", approved August 11, 1955 (69 Stat. 694), is amended—

(a) in the first section by inserting before the last sentence the following: "The Commission shall submit a final report to the President and Congress prior to termination.";

(b) by redesignating section 4 as section 5; and

(c) by inserting after section 3 the following:

"TERMINATION OF THE COMMISSION

"SEC. 4. (a) IN GENERAL.—The Commission shall terminate on the earlier of—

"(1) December 31, 1997; or

"(2) the date that the Commission reports to the President and the Congress that the Commission's work is complete.

"(b) COMMISSION FUNDS.—

"(1) DESIGNATION.—Before the termination of the Commission, the Commission shall designate a nonprofit organization to collect, manage, and expend Commission funds after its termination.

"(2) TRANSFER OF FUNDS.—Before termination the Commission shall transfer all Commission funds to the entity designated under paragraph (1).

"(3) AMOUNTS COLLECTED AFTER TERMINATION.—The entity designated under paragraph (1) shall have the right to collect any amounts accruing to the Commission after the Commission's termination, including amounts—

(A) given to the Commission as a gift or bequest; or

(B) raised from the sale of coins issued under the United States Commemorative Coin Act of 1996 (110 Stat. 4005; 31 U.S.C. 5112 note).

"(4) USES OF FUNDS.—The Commission may specify uses for any funds made available under this section to the entity designated under paragraph (1), including—

"(A) to provide for the support, maintenance, and repair of the Memorial; and

"(B) to interpret and educate the public about the Memorial.

"(5) NEGOTIATION AND CONTRACT.—The Commission may negotiate and contract with a nonprofit organization before designating the organization under paragraph (1)."

SEC. 336. To facilitate priority land exchanges through which the United States will receive land within the White Salmon Wild and Scenic River boundaries and within the Columbia River Gorge National Scenic Area, the Secretary of Agriculture may hereafter accept title to such lands deemed appropriate by the Secretary within the States of Oregon and Washington, regardless of the State in which the transferred lands are located, following existing exchange authorities.

SEC. 337. The boundary of the Wenatchee National Forest in Chelan County, Washington, is hereby adjusted to exclude section 1 of Township 23 North, Range 19 East, Willamette Meridian.

SEC. 338. None of the funds provided in this Act can be used for any activities associated with the Center of Excellence for Sustainable Development unless a budget request has been submitted and approved by the Committees on Appropriations of the House of Representatives and the United States Senate.

SEC. 339. (a) No funds provided in this or any other act may be expended to develop a rule-making proposal to amend or replace the Bureau of Land Management regulations found at 43 C.F.R. 3809 or to prepare a draft environmental impact statement on any such proposal, until the Secretary of the Interior establishes a Committee which shall prepare and submit a report in accordance with this section.

(b) The Committee shall be composed of appropriate representatives from the Department of the Interior and a representative appointed by the Governor from each State that contains public lands open to location under the General Mining Laws. The Committee shall be established and operated pursuant to the terms of the Federal Advisory Committee Act, 5 U.S.C. ap 2 1 et seq.

(c) The Committee established pursuant to subsection (b) shall prepare and submit a report

to the Committees on Energy and Natural Resources and Appropriations of the United States Senate and the Committees on Resources and Appropriations of the United States House of Representatives which (1) contains consensus recommendations on the appropriate relationship of States and Federal land management agencies in environmental, land management and regulation of activities subject to the Bureau's regulations at 43 C.F.R. 3809, (2) identifies current and proposed State environmental, land management and reclamation laws, regulations, performance standards and policies applicable to such activities, including those State laws and regulations which have been adopted to achieve primacy in the administration of federally mandated efforts; (3) explains how these current State laws, regulations, performance standards and policies are coordinated with Federal surface management efforts; and (4) contains consensus recommendations for how Federal and State coordination can be maximized in the future to ensure environmental protection and minimize regulatory duplication, conflict and burdens.

SEC. 340. (a) The Secretary of Agriculture shall convey to Skamania County, Washington, all right, title, and interest of the United States in and to a parcel of unused real property known as the Wind River Nursery site, Gifford Pinchot National Forest, Washington. (See U.S. Department of Interior Geological Survey modified for USDA Forest Service map, Stabler Quadrangle, Washington, Skamania County, 7.5 minutes series, topographic, Provisional Edition 1983). The conveyance under this subsection shall include all improvements to the parcel, including all infrastructure, water rights, easements, and personal property.

(b) As consideration for the conveyance under subsection (b), Skamania County shall convey to the United States all right, title, and interest of the county in a parcel of approximately 120 acres of high biodiversity, special management area land located within the Columbia River Gorge National Scenic Area.

(c) The exact acreage and legal description of the real property to be exchanged by Skamania County under this section shall be determined by a survey. The cost of any such survey shall be borne by Skamania County.

(d) The conveyances made pursuant to this section shall be subject to existing valid rights.

(e) Section 120(h) of the Comprehensive Environmental Response, Compensation, Liability Act of 1980 (42 U.S.C. 9620(h)) shall apply to the conveyance required under subsection (b).

(f) The Secretary may require such additional terms and conditions in connection with the conveyance under subsection (a) as the Secretary considers appropriate to protect the interests of the United States consistent with existing law.

SEC. 341. (a) LOCAL EXEMPTIONS FROM FOREST SERVICE USER FEES DUE TO LESS THAN FULL FUNDING OF PAYMENTS IN LIEU OF TAXES.—Section 6906 of title 31, United States Code, is amended—

(1) by inserting “(a) IN GENERAL.—” before “Necessary”; and

(2) by adding at the end the following:

“(b) LOCAL EXEMPTIONS FROM USER FEES DUE TO INSUFFICIENT APPROPRIATIONS.—

“(1) IN GENERAL.—Unless sufficient funds are appropriated for a fiscal year to provide full payments under this chapter to each unit of general local government eligible for the payments, persons residing within the boundaries of that unit of general local government shall be exempt during that fiscal year from any requirement to pay a recreational user fee imposed by the Secretary of Agriculture for access to the White Mountain National Forest that lies, in whole or in part, within those boundaries.

“(2) ADMINISTRATION.—The Secretary of Agriculture shall establish a method of identifying persons who are exempt from requirements to pay user fees under paragraph (1).”.

SEC. 342. None of the funds in this or any other Act shall be expended by the Department of the Interior, the Forest Service or any other Federal agency, for the introduction of the grizzly bear population in the Selway-Bitterroot area of Idaho and adjacent Montana, or for consultations under section 7(b)(2) of the Endangered Species Act for Federal actions affecting grizzly bear within the Selway-Bitterroot area of Idaho, except that, funds may be used by the Department of the Interior or the Forest Service, or any other Federal agency for the purposes of receiving public comment on the draft Environmental Impact Statement dated July 1997, and for conducting a habitat-based population viability analysis.

#### ["TITLE IV—DEFICIT REDUCTION LOCK-BOX

##### [SEC. 401. SHORT TITLE.

[This title may be cited as the “Deficit Reduction Lock-box Act of 1997”.

##### [SEC. 402. DEFICIT REDUCTION LOCK-BOX LEDGER.

[(a) ESTABLISHMENT OF LEDGER.—Title III of the Congressional Budget Act of 1974 is amended by adding at the end the following new section:

#### ["DEFICIT REDUCTION LOCK-BOX LEDGER

["SEC. 314. (a) ESTABLISHMENT OF LEDGER.—The Director of the Congressional Budget Office (hereinafter in this section referred to as the ‘Director’) shall maintain a ledger to be known as the ‘Deficit Reduction Lock-box Ledger’. The Ledger shall be divided into entries corresponding to the subcommittees of the Committees on Appropriations. Each entry shall consist of three parts: the ‘House Lock-box Balance’; the ‘Senate Lock-box Balance’; and the ‘Joint House-Senate Lock-box Balance’.

["(b) COMPONENTS OF LEDGER.—Each component in an entry shall consist only of amounts credited to it under subsection (c). No entry of a negative amount shall be made.

["(c) CREDIT OF AMOUNTS TO LEDGER.—(1) The Director shall, upon the engrossment of any appropriation bill by the House of Representatives and upon the engrossment of that bill by the Senate, credit to the applicable entry balance of that House amounts of new budget authority and outlays equal to the net amounts of reductions in new budget authority and in outlays resulting from amendments agreed to by that House to that bill.

["(2) The Director shall, upon the engrossment of Senate amendments to any appropriation bill, credit to the applicable Joint House-Senate Lock-box Balance the amounts of new budget authority and outlays equal to—

["(A) an amount equal to one-half of the sum of (i) the amount of new budget authority in the House Lock-box Balance plus (ii) the amount of new budget authority in the Senate Lock-box Balance for that bill; and

["(B) an amount equal to one-half of the sum of (i) the amount of outlays in the House Lock-box Balance plus (ii) the amount of outlays in the Senate Lock-box Balance for that bill.

["(3) CALCULATION OF LOCK-BOX SAVINGS IN SENATE.—For purposes of calculating under this section the net amounts of reductions in new budget authority and in outlays resulting from amendments agreed to by the Senate on an appropriation bill, the amendments reported to the Senate by its Committee on Appropriations shall be considered to be part of the original text of the bill.

["(d) DEFINITION.—As used in this section, the term ‘appropriation bill’ means any general or special appropriation bill, and any bill or joint resolution making supplemental, deficiency, or continuing appropriations through the end of a fiscal year.”.

[(b) CONFORMING AMENDMENT.—The table of contents set forth in section 1(b) of the Congressional Budget and Impoundment Control Act of 1974 is amended by inserting after the item relating to section 313 the following new item:

["Sec. 314. Deficit reduction lock-box ledger.”.

##### [SEC. 403. TALLY DURING HOUSE CONSIDERATION.

[There shall be available to Members in the House of Representatives during consideration of any appropriations bill by the House a running tally of the amendments adopted reflecting increases and decreases of budget authority in the bill as reported.

##### [SEC. 404. DOWNWARD ADJUSTMENT OF 602(a) ALLOCATIONS AND SECTION 602(b) SUBALLOCATIONS.

[(a) ALLOCATIONS.—Section 602(a) of the Congressional Budget Act of 1974 is amended by adding at the end the following new paragraph:

["(5) Upon the engrossment of Senate amendments to any appropriation bill (as defined in section 314(d)) for a fiscal year, the amounts allocated under paragraph (1) or (2) to the Committee on Appropriations of each House upon the adoption of the most recent concurrent resolution on the budget for that fiscal year shall be adjusted downward by the amounts credited to the applicable Joint House-Senate Lock-box Balance under section 314(c)(2). The revised levels of budget authority and outlays shall be submitted to each House by the chairman of the Committee on the Budget of that House and shall be printed in the Congressional Record.”.

[(b) SUBALLOCATIONS.—Section 602(b)(1) of the Congressional Budget Act of 1974 is amended by adding at the end the following new sentence: “Whenever an adjustment is made under subsection (a)(5) to an allocation under that subsection, the chairman of the Committee on Appropriations of each House shall make downward adjustments in the most recent suballocations of new budget authority and outlays under subparagraph (A) to the appropriate subcommittees of that committee in the total amounts of those adjustments under section 314(c)(2). The revised suballocations shall be submitted to each House by the chairman of the Committee on Appropriations of that House and shall be printed in the Congressional Record.”.

##### [SEC. 405. PERIODIC REPORTING OF LEDGER STATEMENTS.

[Section 308(b)(1) of the Congressional Budget Act of 1974 is amended by adding at the end the following new sentence: “Such reports shall also include an up-to-date tabulation of the amounts contained in the ledger and each entry established by section 314(a).”.

##### [SEC. 406. DOWNWARD ADJUSTMENT OF DISCRETIONARY SPENDING LIMITS.

[The discretionary spending limits for new budget authority and outlays for any fiscal year set forth in section 601(a)(2) of the Congressional Budget Act of 1974, as adjusted in strict conformance with section 251 of the Balanced Budget and Emergency Deficit Control Act of 1985, shall be reduced by the amounts set forth in the final regular appropriation bill for that fiscal year or joint resolution making continuing appropriations through the end of that fiscal year. Those amounts shall be the sums of the Joint House-Senate Lock-box Balances for that fiscal year, as calculated under section 602(a)(5) of the Congressional Budget Act of 1974. That bill or joint resolution shall contain the following statement of law: “As required by section 406 of the Deficit Reduction Lock-box Act of 1997, for fiscal year [insert appropriate fiscal year] and each outyear, the adjusted discretionary spending limit for new budget

authority shall be reduced by \$ [insert appropriate amount of reduction] and the adjusted discretionary limit for outlays shall be reduced by \$ [insert appropriate amount of reduction] for the budget year and each out-year." Notwithstanding section 904(c) of the Congressional Budget Act of 1974, section 306 of that Act as it applies to this statement shall be waived. This adjustment shall be reflected in reports under sections 254(g) and 254(h) of the Balanced Budget and Emergency Deficit Control Act of 1985.

**[SEC. 407. EFFECTIVE DATE.]**

**[(a) IN GENERAL.]**—This title shall apply to all appropriation bills making appropriations for fiscal year 1998 or any subsequent fiscal year.

**[(b) DEFINITION.]**—As used in this section, the term "appropriation bill" means any general or special appropriation bill, and any bill or joint resolution making supplemental, deficiency, or continuing appropriations through the end of a fiscal year. ]

**TITLE V—PRIORITY LAND ACQUISITIONS AND EXCHANGES**

For priority land acquisitions and land exchange agreements to be conducted by the Bureau of Land Management, the U.S. Fish and Wildlife Service, the National Park Service and the U.S. Forest Service, \$700,000,000, to be derived from the Land and Water Conservation Fund, to remain available until September 30, 2001, of which not to exceed \$65,000,000 may be available for the acquisition of identified lands and interests in lands to carry out the Agreement of August 12, 1996, to acquire interests to protect and preserve Yellowstone National Park, of which not to exceed \$250,000,000 may be available for the acquisition of identified lands and interest in lands, at the purchase price specified, in the September 28, 1996, Headwaters Forest Agreement, and of which \$100,000,000 shall be available for financial assistance to States pursuant to section 6 of the Land and Water Conservation Fund Act of 1965, as amended (16 U.S.C. 4601–4–11): Provided, That the Secretary of the Interior, after consultation with the Secretary of Agriculture and with the House Committee on Appropriations and the Senate Committee on Appropriations, shall submit to the Committees a list of Federal acquisitions and exchanges proposed to be conducted with the funds provided under this heading: Provided further, That none of the funds appropriated under this heading shall be available until the House Committee on Appropriations and the Senate Committee on Appropriations approve, in writing, a project list to be submitted by the Secretary: Provided further, That none of the funds appropriated under this heading shall be available for the acquisition of lands and interests in lands to carry out the Agreement of August 12, 1996, to acquire interests to protect and preserve Yellowstone National Park, or for the acquisition of lands and interest in lands identified in the September 28, 1996, Headwaters Forest Agreement until enactment of legislation specifically authorizing such expenditure: Provided further, That any funds made available for the purpose of acquisition of the Elwha and Glines dams shall be used solely for acquisition, and shall not be expended until the full purchase amount has been appropriated by the Congress: Provided further, That of the funds provided herein, \$8,500,000 is available for acquisition of the Sterling Forest: Provided further, That the National Park Service may use not to exceed \$2,500,000 annually of the amounts provided herein for the state assistance program to administer the state assistance program.

**TITLE VI—FOREST RESOURCES CONSERVATION AND SHORTAGE RELIEF**

**SECTION 1. SHORT TITLE.**—This Act may be cited as the "Forest Resources Conservation and Shortage Relief Act of 1997".

**SEC. 2. (a) USE OF UNPROCESSED TIMBER—LIMITATION ON SUBSTITUTION OF UNPROCESSED**

**FEDERAL TIMBER FOR UNPROCESSED TIMBER FROM PRIVATE LAND.**—Section 490 of the Forest Resources Conservation and Shortage Relief Act of 1990 (16 U.S.C. 620b) is amended—

(1) in subsection (a)—

(A) in paragraph (1), by inserting "paragraph (3) and" after "provided in"; and

(B) by adding at the end the following:

"(3) **APPLICABILITY.**—In the case of the purchase by a person of unprocessed timber originating from Federal lands west of the 119th meridian in the State of Washington, this paragraph shall apply only if—

"(A) the private lands referred to in paragraph (1) are owned by the person; or

"(B) the person has the exclusive right to harvest timber from the private lands described in paragraph (1) during a period of more than 7 years, and may exercise that right at any time of the person's choosing.";

(2) in subsection (c)—

(A) in the subsection heading, by striking "APPROVAL OF";

(B) in paragraph (2)—

(i) in the paragraph heading, by inserting "FOR SOURCING AREAS FOR PROCESSING FACILITIES LOCATED OUTSIDE THE NORTHWESTERN PRIVATE TIMBER OPEN MARKET AREA"; after "APPLICATION"; and

(ii) in subparagraph (A), by inserting "(except private land located in the northwestern private timber open market area)" after "lands";

(C) in paragraph (3)—

(i) in the paragraph heading, by inserting "FOR SOURCING AREAS FOR PROCESSING FACILITIES LOCATED OUTSIDE OF THE NORTHWESTERN PRIVATE TIMBER OPEN MARKET AREA.—(A) IN GENERAL"; after "APPROVAL"; and

(ii) by striking the last sentence of paragraph (3) and adding at the end the following:

"(B) **FOR TIMBER MANUFACTURING FACILITIES LOCATED IN IDAHO.**—Except as provided in subparagraph (D), in making a determination referred to in subparagraph (A), the Secretary concerned shall consider the private timber export and the private and Federal timber sourcing patterns for the applicant's timber manufacturing facilities, as well as the private and Federal timber sourcing patterns for the timber manufacturing facilities of other persons in the same local vicinity of the applicant, and the relative similarity of such private and Federal timber sourcing patterns.

"(C) **FOR TIMBER MANUFACTURING FACILITIES LOCATED IN STATES OTHER THAN IDAHO.**—Except as provided in subparagraph (D), in making the determination referred to in subparagraph (A), the Secretary concerned shall consider the private timber export and the Federal timber sourcing patterns for the applicant's timber manufacturing facilities, as well as the Federal timber sourcing patterns for the timber manufacturing facilities of other persons in the same local vicinity of the applicant, and the relative similarity of such Federal timber sourcing patterns. Private timber sourcing patterns shall not be a factor in such determinations in States other than Idaho.

"(D) **AREA NOT INCLUDED.**—In deciding whether to approve or disapprove an application, the Secretary shall not—

"(i) consider land located in the northwestern private timber open market area; or

"(ii) condition approval of the application on the inclusion of any such land in the applicant's sourcing area, such land being includable in the sourcing area only to the extent requested by the applicant.";

(D) in paragraph (4), in the paragraph heading, by inserting "for sourcing areas for processing facilities located outside the northwestern private timber open market area"; after "application";

(E) in paragraph (5), in the paragraph heading, by inserting "for sourcing areas for processing facilities located outside the northwestern private timber open market area"; after "Determinations"; and

(F) by adding at the end the following:

"(6) **SOURCING AREAS FOR PROCESSING FACILITIES LOCATED IN THE NORTHWESTERN PRIVATE TIMBER OPEN MARKET AREA—**

"(A) **ESTABLISHMENT.**—In the northwestern private timber open market area—

"(i) a sourcing area boundary shall be a circle around the processing facility of the sourcing area applicant or holder;

"(ii) the radius of the circle—

"(I) shall be the furthest distance that the sourcing area applicant or holder proposes to haul Federal timber for processing at the processing facility; and

"(II) shall be determined solely by the sourcing area applicant or holder;

"(iii) a sourcing area shall become effective on written notice to the Regional Forester for Region 6 of the Forest Service of the location of the boundary of the sourcing area;

"(iv) the 24-month requirement in paragraph

(1)(A) shall not apply;

"(v) a sourcing area holder—

"(I) may adjust the radius of the sourcing area not more frequently than once every 24 months; and

"(II) shall provide written notice to the Regional Forester for Region 6 of the adjusted boundary of its sourcing area before using the adjusted sourcing area; and

"(vi) a sourcing area holder that relinquishes a sourcing area may not reestablish a sourcing area for that processing facility before the date that is 24 months after the date on which the sourcing area was relinquished.

"(B) **TRANSITION.**—With respect to a portion of a sourcing area established before the date of enactment of this paragraph that contains Federal timber under contract before that date and is outside the boundary of a new sourcing area established under subparagraph (A)—

"(i) that portion shall continue to be a sourcing area only until unprocessed Federal timber from the portion is no longer in the possession of the sourcing area holder; and

"(ii) unprocessed timber from private land in that portion shall be exportable immediately after unprocessed timber from Federal land in the portion is no longer in the possession of the sourcing area holder.

"(7) **RELINQUISHMENT AND TERMINATION OF SOURCING AREAS.**—

"(A) **IN GENERAL.**—A sourcing area may be relinquished at any time.

"(B) **EFFECTIVE DATE.**—A relinquishment of a sourcing area shall be effective as of the date on which written notice is provided by the sourcing area holder to the Regional Forester with jurisdiction over the sourcing area where the processing facility of the holder is located.

"(C) **EXPORTABILITY.**—

"(i) **IN GENERAL.**—On relinquishment or termination of a sourcing area, unprocessed timber from private land within the former boundary of the relinquished or terminated sourcing area is exportable immediately after unprocessed timber from Federal land from within that area is no longer in the possession of the former sourcing area holder.

"(ii) **NO RESTRICTION.**—The exportability of unprocessed timber from private land located outside of a sourcing area shall not be restricted or in any way affected by relinquishment or termination of a sourcing area."; and

(3) by adding at the end the following:

"(d) **DOMESTIC TRANSPORTATION AND PROCESSING OF PRIVATE TIMBER.**—Nothing in this section restricts or authorizes any restriction on the domestic transportation or processing of timber harvested from private land, except that the Secretary may prohibit processing facilities located in the State of Idaho that have sourcing areas from processing timber harvested from private land outside of the boundaries of those sourcing areas."

(b) **RESTRICTION ON EXPORTS OF UNPROCESSED TIMBER FROM STATE AND PUBLIC LAND.**—Section 491(b)(2) of the Forest Resources Conservation and Shortage Relief Act of 1990 (16 U.S.C. 620c(b)(2)) is amended—

(1) by striking "the following" and all that follows through "(A) The Secretary" and inserting "the Secretary";

(2) by striking "during the period beginning on June 1, 1993, and ending on December 31, 1995" and inserting "as of the date of enactment of the Forest Resources Conservation and Shortage Relief Act of 1997"; and

(3) by striking subparagraph (B).

SEC. 3. MONITORING AND ENFORCEMENT.—Section 492 of the Forest Resources Conservation and Shortage Relief Act of 1990 (16 U.S.C. 620d) is amended—

(1) in subsection (c)(2), by adding at the end the following:

"(C) MITIGATION OF PENALTIES.—

"(i) IN GENERAL.—The Secretary concerned—

"(I) in determining the applicability of any penalty imposed under this paragraph, shall take into account all relevant mitigating factors, including mistake, inadvertence, and error; and

"(II) based on any mitigating factor, may, with respect to any penalty imposed under this paragraph—

"(aa) reduce the penalty;

"(bb) not impose the penalty; or

"(cc) on condition of there being no further violation under this paragraph for a prescribed period, suspend imposition of the penalty.

"(ii) CONTRACTUAL REMEDIES.—In the case of a minor violation of this title (including a regulation), the Secretary concerned shall, to the maximum extent practicable, permit a contracting officer to redress the violation in accordance with the applicable timber sale contract rather than assess a penalty under this paragraph."; and

(2) in subsection (d)(1)—

(A) by striking "The head" and inserting the following:

"(A) IN GENERAL.—Subject to subparagraph (B), the head"; and

(B) by adding at the end the following:

"(B) PREREQUISITES FOR DEBARMENT.—

"(i) IN GENERAL.—No person may be debarred from bidding for or entering into a contract for the purchase of unprocessed timber from Federal lands under subparagraph (A) unless the head of the appropriate Federal department or agency first finds, on the record and after an opportunity for a hearing, that debarment is warranted.

"(ii) WITHHOLDING OF AWARDS DURING DEBARMENT PROCEEDINGS.—The head of an appropriate Federal department or agency may withhold an award under this title of a contract for the purchase of unprocessed timber from Federal lands during a debarment proceeding.".

SEC. 4. DEFINITIONS.—Section 493 of the Forest Resources Conservation and Shortage Relief Act of 1990 (16 U.S.C. 620e) is amended—

(1) by redesignating paragraphs (3) through (8) as paragraphs (5) through (10), respectively;

(2) by inserting after paragraph (2) the following:

"(3) MINOR VIOLATION.—The term 'minor violation' means a violation, other than an intentional violation, involving a single contract, purchase order, processing facility, or log yard involving a quantity of logs that is less than 25 logs and has a total value (at the time of the violation) of less than \$10,000.

"(4) NORTHWESTERN PRIVATE TIMBER OPEN MARKET AREA.—The term 'northwestern private timber open market area' means the State of Washington.";

(3) in subparagraph (B)(ix) of paragraph (9) (as redesignated by paragraph (1))—

(A) by striking "Pulp logs or cull logs" and inserting "Pulp logs, cull logs, and incidental volumes of grade 3 and 4 sawlogs";

(B) by inserting "primary" before "purpose"; and

(C) by striking the period at the end and inserting: ", or to the extent that a small quantity of such logs are processed, into other products at domestic processing facilities."; and

(4) by adding at the end the following:

"(11) VIOLATION.—The term 'violation' means a violation of this Act (including a regulation issued to implement this Act) with regard to a course of action, including—

"(A) in the case of a violation by the original purchaser of unprocessed timber, an act or omission with respect to a single timber sale; and

"(B) in the case of a violation by a subsequent purchaser of the timber, an act or omission with respect to an operation at a particular processing facility or log yard.".

SEC. 5. REGULATIONS.—Section 495(a) of the Forest Resources Conservation and Shortage Relief Act of 1990 (16 U.S.C. 620f(a)) is amended—

(1) by striking "The Secretaries" and inserting the following:

"(1) AGRICULTURE AND INTERIOR.—The Secretaries";

(2) by striking "The Secretary of Commerce" and inserting the following:

"(2) COMMERCE.—The Secretary of Commerce"; and

(3) by striking the last sentence and inserting the following:

"(3) DEADLINE.—

"(A) IN GENERAL.—Except as otherwise provided in this title, regulations and guidelines required under this subsection shall be issued not later than June 1, 1998.

"(B) INTERIM REGULATIONS AND GUIDELINES.—The regulations and guidelines issued under this title that were in effect on the date of enactment of this paragraph shall remain in effect until new regulations and guidelines are issued under subparagraph (A).

"(4) PAINTING AND BRANDING.—

"(A) IN GENERAL.—The Secretary concerned shall issue regulations that impose reasonable painting, branding, or other forms of marking or tracking requirements on unprocessed timber if—

"(i) the benefits of the requirements outweigh the cost of complying with the requirements; and

"(ii) the Secretary determines that, without the requirements, it is likely that the unprocessed timber—

"(I) would be exported in violation of this title; or

"(II) if the unprocessed timber originated from Federal lands, would be substituted for unprocessed timber originating from private lands west of the 100th Meridian in the contiguous 48 States in violation of this title.

"(B) MINIMUM SIZE.—The Secretary concerned shall not impose painting, branding, or other forms of marking or tracking requirements on—

"(i) the face of a log that is less than 7 inches in diameter; or

"(ii) unprocessed timber that is less than 8 feet in length or less than 1/8 sound wood.

"(C) WAIVERS.—

"(i) IN GENERAL.—The Secretary concerned may waive log painting and branding requirements—

"(I) for a geographic area, if the Secretary determines that the risk of the unprocessed timber being exported from the area or used in substitution is low;

"(II) with respect to unprocessed timber originating from private lands located within an approved sourcing area for a person who certifies that the timber will be processed at a specific domestic processing facility to the extent that the processing does occur; or

"(III) as part of a log yard agreement that is consistent with the purposes of the export and substitution restrictions imposed under this title.

"(ii) REVIEW AND TERMINATION OF WAIVERS.—A waiver granted under clause (i)—

"(I) shall, to the maximum extent practicable, be reviewed once a year; and

"(II) shall remain effective until terminated by the Secretary.

"(D) FACTORS.—In making a determination under this paragraph, the Secretary concerned shall consider—

"(i) the risk of unprocessed timber of that species, grade, and size being exported or used in substitution;

"(ii) the location of the unprocessed timber and the effect of the location on its being exported or used in substitution;

"(iii) the history of the person involved with respect to compliance with log painting and branding requirements; and

"(iv) any other factor that is relevant to determining the likelihood of the unprocessed timber being exported or used in substitution.

"(5) REPORTING.—

"(A) IN GENERAL.—Subject to subparagraph (B), the Secretary concerned shall issue regulations that impose reasonable documentation and reporting requirements if the benefits of the requirements outweigh the cost of complying with the requirements.

"(B) WAIVERS.—

"(i) IN GENERAL.—The Secretary concerned may waive documentation and reporting requirements for a person if—

"(I) an audit of the records of the facility of the person reveals substantial compliance with all notice, reporting, painting, and branding requirements during the preceding year; or

"(II) the person transferring the unprocessed timber and the person processing the unprocessed timber enter into an advance agreement with the Secretary concerned regarding the disposition of the unprocessed timber by domestic processing.

"(ii) REVIEW AND TERMINATION OF WAIVERS.—A waiver granted under clause (i)—

"(I) shall, to the maximum extent practicable, be reviewed once a year; and

"(II) shall remain effective until terminated by the Secretary.".

This Act may be cited as the "Department of the Interior and Related Agencies Appropriations Act, 1998".

#### PRIVILEGES OF THE FLOOR

Mr. GORTON. Mr. President, I ask unanimous consent that Bruce Evans, Ginny James, Anne McInerney, Hank Kashdan, and Martin Delgado of the committee staff be granted floor privileges for the duration of the debate on the Interior appropriations bill.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. GORTON. Mr. President, before I begin my opening statement on this bill, I ask unanimous consent that the Senator from Nevada [Mr. BRYAN] be heard in order to introduce a bill and briefly to discuss it.

The PRESIDING OFFICER. Without objection, it is so ordered.

The PRESIDING OFFICER. The Senator from Nevada is recognized.

Mr. BRYAN. I thank the Chair.

(The remarks of Mr. BRYAN pertaining to the introduction of S. 1163 are located in today's RECORD under "Statements on Introduced Bills and Joint Resolutions.")

Mr. GORTON addressed the Chair.

The PRESIDING OFFICER. The Senator from Washington is recognized.

Mr. GORTON. Mr. President, I am pleased, together with my colleague from West Virginia, Senator BYRD, to bring before the Senate the fiscal year 1998 Interior and related agencies appropriations bill.

This bill provides \$13.755 billion in net budget authority for the agencies and programs under the jurisdiction of the Interior subcommittee—a reduction of \$46 million from the administration's amended budget request. In spite

of this reduction, I believe that this bill protects the high priorities of the administration, while also reflecting the priorities of this body.

The Interior bill, Mr. President, is a fascinating mix of 91 appropriations accounts covering more than 40 individual bureaus in four different Cabinet Departments and numerous independent agencies.

When I first became chairman of the subcommittee, I asked the staff to break down the bill into its major components so that I could understand better the competing demands within the bill. What we came up with was this chart behind me, Mr. President.

The chart breaks this bill into six functional categories—land management programs, Indian programs, science and minerals programs, energy programs, cultural programs, and the operation of the Interior Department office itself.

Though many of the individual programs within these categories are small in simple dollar terms, most of them have direct and tangible impacts on the lives of average Americans. As such, they tend to have vocal constituencies.

You will see, Mr. President, that within each of these six major functions, we have shown some of the breakdowns. The largest amount of money goes into land management programs. Those programs, in turn, fall into two separate departments. As the Forest Service, the largest single one of these programs, is within the Department of Agriculture, the others are within the Department of the Interior. They are in green on the left side of this chart. The second largest, by all odds, of the elements that are in this bill are Indian programs, primarily the Indian Health Service, and the general programs of the Bureau of Indian Affairs. Smaller amounts fall within the science and minerals programs. The most significant there is the United States Geological Survey. Energy programs within the purview of that Department include fossil energy research and development and energy conservation research and development.

Finally, the cultural programs which may well occupy more of the passionate debate time on this floor than any of the others, include museums and the two national endowments.

Finally, the very small graph line on the right is for the operation of the Department of Interior itself. An indication of how vocal the constituencies for this bill are is the fact that we on the subcommittee received more than 1,800 individual requests from Senators. Mr. President, 100 Senators and 1,800 requests for items in the Interior bill, the vast majority of which were for additions to the President's budget request. Within a subcommittee allocation that is actually somewhat smaller than the President's request, it has obviously been impossible to satisfy more than a fraction of these requests while still

pressuring the ongoing base programs of the individual agencies shown in that chart.

So the task of putting together the fiscal year 1998 bill was complicated by the completion of the balanced budget agreement.

First, I need to report something that I have said frequently on the floor that I am a strong supporter of that agreement, from the very beginning of negotiations through the deliberations of the Budget Committee, through its final passage and implementation. I also recognize that the agreement makes available more discretionary spending for the Interior bill than I think we would have had in its absence.

That said, the agreement explicitly provided that four programs in the Interior bill be funded at the request level that the President made for the budget: The operation of the National Park System, the Park Service land acquisition program and State assistance, the restoration of the Everglades, and tribal priority allocations within the Bureau of Indian Affairs.

In the absence of a budget agreement I would only be honest to say I would not have recommended that all of these programs be funded at the budget request level. Personally, I believe there are other programs covered by the bill that are of at least that degree of priority or of a higher priority. Even so, the bill before you does fund these programs at levels consistent with the budget agreement. Having reached the agreement, having voted for the agreement in principle, Mr. President, it seems appropriate to me that we keep the promises that were included within it. I intend to do so to the best of my ability. Nevertheless, the effect of protecting these programs is that there was less funding available for other agencies and activities funded in the bill.

The budget agreement also created a \$700 million reserve fund for priority land acquisitions. That amount has been included in the bill and is in addition to the \$242 million provided for specific land acquisition projects in the regular acquisition accounts.

The budget agreement made no provision for the carrying costs of the lands to be acquired with the \$700 million, nor for the payments in lieu of taxes that likely must be paid on these lands. While I believe that the \$700 million might better be spent reducing the huge maintenance backlogs that already exist on Federal lands, essentially taking care of what we already have, my strong support for the budget agreement compelled me to include the \$700 million in this bill. The House did not do so. Knowing how strongly Chairman REGULA feels about this issue, I anticipate our discussion in conference on the subject will be a lively one, to say the least.

Of the \$700 million provided for land acquisition in title V, \$250 million is set aside for the acquisition of the

Headwaters Forest in California and \$65 million is set aside for the acquisition of the New World Mine in Montana. Both of these appropriations remain subject to enactment of specific authorizing legislation. I have included the authorizing clause due to the magnitude of these two acquisitions, the complex structure of the acquisition agreement, and the fact that the agreements themselves were struck with very little congressional oversight or involvement. The Senator from Alaska [Mr. MURKOWSKI], among others, has expressed to me a number of serious concerns and questions about each of these acquisitions. As chairman of the relevant authorizing committee, it is appropriate that he be given the opportunity to have his questions answered by the administration. I am confident he will work in good faith to draft appropriate authorizing legislation, and I understand that he intends to hold a hearing on this issue in the near future.

The administration and many Members on the other side of the aisle wish to avoid the authorizing process entirely. The House of Representatives, on the other hand, made no such appropriation at all.

It seems to me where we stand in this bill for the purposes of debating this bill here in the Senate, we are at the right stage. We should appropriate the \$700 million. We should allow the authorizing committee to do its work on these two expensive, complicated, and vitally important acquisitions.

Of the \$700 million, an additional \$100 million is provided specifically for the "stateside" grant program. As some of my colleagues may be aware, this is a program that was essentially terminated by the Appropriations Committee in the fiscal year 1996 bill. The Interior subcommittee's allocation was cut sharply that year and it was simply not possible to continue the stateside program while protecting the core Federal programs included in the bill. Furthermore, I suspect that continued funding constraints and the growing cost of maintaining Federal land and facilities make it unlikely that the stateside program will be resurrected in the context of any annual appropriations bill in the near future.

I hope this one-time appropriation of \$100 million, to be allocated over a 4-year period, will enable the authorizing committee to identify a permanent funding source for that stateside program.

The remaining \$285 million provided in title V of the bill is for Federal acquisition projects. The specific acquisition projects to be funded would be determined through discussions between Congress and the administration but no funds would be available until the project list is approved by the House and Senate Appropriations Committees. This process will enable us to target these funds for acquisitions that protect the most critically threatened resources and that reduce the cost of

lands management by eliminating problematic inholdings. I do not intend to use these funds to create new parks, forests or refuges.

Now, for the land management agencies themselves, the bill includes a number of positive features. For the National Park Service, the bill fully funds the administration's budget request for operation of the National Park System. This results in a 1 percent across-the-board funding increase for all park units. In addition, the bill includes a \$24.8 million increase for special needs parks, an increase of \$8.1 million over the budget request. These funds will be used to staff new parks, address critical operating shortfalls at park units with high visitation and protect threatened park resources.

For the Fish and Wildlife Service, the bill includes an increase of \$33.2 million over the fiscal year 1997 level for the operation and maintenance of our Nation's fish and wildlife refuges. This amounts to a \$20 million increase over the budget request. The increase will enable the service to make a dent in its growing maintenance backlog and to address critical operating shortfalls at selected refuges.

The bill provides \$1.135 billion for the Bureau of Land Management, an increase of more than \$40 million over the comparable fiscal year 1997 funding level. The amount provided includes increases over fiscal year 1997 of \$12.5 million for wildland fire preparedness, and \$18.2 for fire operations and for payments in lieu of taxes.

Total funding for the Forest Service is \$2.495 billion, an increase of \$133 million above the comparable fiscal year 1997 enacted amount. Funds have been provided to produce 3.8 billion board feet of timber, consisting of 2.525 billion board feet from "green" sales, and 1.275 billion board feet from salvage. The funding provided also includes a \$33.4 million increase over the administration's request for forest health-related programs, including \$21 million to reduce the severe potential for catastrophic fire on our national forest lands. Through language in the bill and report, the committee has taken steps to eliminate needless duplicate planning processes, and to increase Forest Service accountability for land management planning and implementation of the Columbia Basin ecosystem assessment and other ecoregion assessments.

Within the area of programs for Native Americans, the bill provides \$2.1 billion for the Indian Health Service. This funding level is \$72.7 million over the fiscal year 1997 level and 4.7 million over the President's request. The committee's recommendation includes \$35 million for uncontrollable fixed costs related largely to hospital and clinic personnel, an increase of \$15 million over the budget request. This increase will allow the Indian health service to maintain current levels of service.

As I already noted, it fully funds the President's request for tribal priority

allocations at \$757.4 million, consistent with the budget agreement. This represents an increase of \$76.5 million over fiscal year 1997 levels. Tribal priority allocations now make up 49 percent of the bureau's operating budget.

Within those tribal priority allocations, approximately 30 percent is distributed by formula based on tribes meeting criteria for the following programs: The Indian Child Welfare Act, new tribes, Johnson O'Malley education assistance, housing improvement, road maintenance, contract support, and welfare assistance.

The committee has included report language directing the continued allocation of these funds based on qualification with specific criteria.

The committee has also included language in section 118 of the bill that directs the Bureau of Indian Affairs to develop and present to the Congress by January 1, 1998, its recommendations for the allocation of the tribal priority allocations funding based on tribal economic wealth and need. Currently, TPA funds are distributed to the tribes based on a historical methodology dating to the 1930's when we had many fewer recognized tribes and when circumstances were very much different for both the tribes and the Federal budget. This old funding plan was further corrupted in the 1960's through the 1980's when the base TPA funds for certain tribes were increased significantly. This provision and a revised version that will be offered as an amendment will be the subject of extensive debate during the consideration of the bill unless agreement on the provision can be reached, an agreement which now seems to be within the range of possibility.

It is, however, based on the very simple premise in an area of severe fiscal constraints, the distribution of scarce funds for tribal governments should be based upon an objective assessment of relative need, not the political power of individual tribes or the arbitrary accumulation of individual funding decisions over past years.

The committee has included language in section 120 of the bill pursuant to which tribes that receive tribal priority allocation funding for this fiscal year must waive a claim of immunity, be subject to the jurisdiction of the U.S. courts, and grant original jurisdiction of all civil actions involving the tribe to U.S. district courts. This provision will also be the subject of extensive and sometimes complex debate during the consideration of the bill. At its core, section 120 is an attempt to preserve the right of all Americans to have their grievances heard and decided in neutral courts.

The Interior bill continues the Federal investment in key energy research and development programs. Fossil energy research and development is funded at \$363.9 million, comparable to the fiscal year 1997 enacted level. Increases above the budget request are provided to sustain critical technology develop-

ment programs intended to produce environmental benefits while improving energy efficiency.

Mr. President, \$627.4 million is provided for energy conservation programs, an increase of \$58 million over the fiscal year 1997 level. Increases over current year levels include \$17 million for transportation programs, \$20 million for building research and development, and \$16 million for industry programs. The bill provides \$129 million for the weatherization program and \$31.1 million for the State grant program, respective increases of \$8 million and \$2.1 million over current year levels.

The bill does include a sale of \$207.5 million worth of oil from the Strategic Petroleum Reserve to finance operation of that reserve.

Though I had hoped not to sell oil to finance reserve operations in fiscal year 1998, the constraints of the subcommittee's 602(b) allocation, the precedent set in the President's budget request, and the funding expectations raised by House action made it impossible to avoid the sale. While I remain open to alternatives to oil sales, it is with the recognition that any such alternative will likely have an adverse impact on other programs funded in this bill.

Within the grouping of programs that I have identified as cultural lies the one agency that probably receives more attention per appropriated dollar than any other funded in this bill—the National Endowments for the Arts. The bill reported by the committee provides just over \$100 million for the NEA, roughly the same as the fiscal year 1997 level. The fact that the committee has chosen to fund the NEA, which the House did not do, reflects the overwhelming support that the agency enjoys among committee members, both Republican and Democrat. Nevertheless, I anticipate a spirited debate about the future of the agency as we proceed with consideration of this bill, and when we go to conference with the House.

Mr. President, putting this legislation together has been a tremendous challenge. While the fiscal constraints under which the subcommittee must operate make it impossible to please everyone, I do believe this bill represents a fair balance between the priorities of the Members of this body—both Republican and Democrat—and the priorities of the administration. I truly hope to have the support of my colleagues in voting for final passage, as well as their consideration on any amendments that may be offered during debate on the bill.

Finally, I want to express my gratitude to the staff for their hard work on this bill. Bruce Evans, Ginny James, Anne McInerney, Martin Delgado, and Kevin Johnson of the subcommittee staff have worked many long hours to put this bill together, and I have greatly appreciated their advice, counsel, and perseverance. Hank Kashdan—our



detailee from the Forest Service—has also been a great help, and we will be sorry to see him go at the end of the year. I also want to thank Chuck Berwick and Nina Nguyen of my personal staff for all their help on a number of critical issues in this bill. On Senator BYRD's staff, it has been a continued pleasure to work with Sue Masica, without whose expertise and institutional knowledge this bill would have been a lesser product. I also want to thank Carole Geagley of Senator BYRD's staff, as well as Lisa Mendelson who worked with Senator BYRD's staff as a detailee from the Park Service. I would be remiss in not extending my thanks to the full committee staff for their help, cooperation, and guidance, particularly the majority and minority staff directors, Steve Cortese and Jim English.

With that, I will defer to Senator BYRD. Before doing that, I want to say publicly once again how much I have learned, working as subcommittee chairman, from his vast experience, his guidance and, perhaps even more significant, in the last few years his personal friendship. His technical knowledge of the appropriations process, his appreciation for its nuances, and his respect for the entire Senate have been invaluable to me both in producing the bill and, I hope, in becoming a better Senator. At the same time, his advocacy on behalf of his colleagues has been invaluable to many on that side of the aisle and, I think I can say, to this side of the aisle as well. It has been a wonderful partnership. I hope we can continue it for a long time to come.

#### PRIVILEGE OF THE FLOOR

Mr. BYRD. Mr. President, I ask unanimous consent that the privilege of the floor be granted to Dr. Robert M. Simon, on detail from the Department of Energy to my staff, during the pendency of H.R. 2107.

The PRESIDING OFFICER. Without objection, it is so ordered.

The Senator from West Virginia is recognized.

Mr. BYRD. Mr. President, I speak today in support of the fiscal year 1998 Interior and related agencies appropriations bill. This is a bill that is very important to the continued protection and management of our Nation's natural resources, to our energy future, to the well-being of our Indian population, and to the cultural and historical heritage of our country. I hope the Senate will move quickly in its consideration of this bill. If there are amendments—and I am sure there will be some—I encourage Senators to come to the floor and let us have the debate and then vote on those matters that are controversial. The start of the fiscal year is less than 3 weeks away, and we still face a difficult conference with the House.

It has been my high privilege to serve as the ranking member at the side of our very able chairman, the senior Senator from Washington [Mr. GORTON]. He is an absolute master of the details

of the Interior bill. He is a student, and a good one, of much of the history that we protect in this bill, and he is a very fair arbiter of the competing demands that fall within the subcommittee's jurisdiction. This bill was put together in a very bipartisan manner, and it is responsive to priorities identified by many Senators, by the administration, by the public, and by the agencies that are charged with carrying out the directions provided in the bill.

Mr. President, the reach of the programs in the Interior bill is vast, and not much of the funding provided in this bill is spent here in Washington. Rather, the dollars that we are considering today will flow out to more than 370 national park units, over 500 national wildlife refuges, 121 national forests, more than 435 Indian hospitals and clinics, 16 different museums of the Smithsonian Institution, and to countless other locations where the research and technology development supported by this bill occurs.

So these funds will reach from the northernmost point in Alaska to the southernmost tip of Florida and from the Outer Banks of North Carolina to the islands in the western Pacific.

The extent to which this bill makes its presence known in each State is reflected in the number of requests that Senator GORTON and I receive for project funding each year. While no one receives every item he or she requests, I believe that Senator GORTON has done an excellent job of trying to accommodate high-priority items within the allocation assigned to this subcommittee. This bill contains approximately \$13 billion in funding for the base programs, as well as an additional \$700 million for priority land acquisitions and exchanges. This bill is at its allocation figure, so any additional funding sought by Senators will need to be offset.

Senator GORTON has summarized in a very detailed and clear way the items and the details of the bill thoroughly. So I will not attempt to cover them again.

While this bill provides needed resources to address protection of some of our most important national treasures, we still have a long way to go. The National Park Service has a \$6 billion maintenance and rehabilitation backlog. The Forest Service, the Fish and Wildlife Service, the Bureau of Indian Affairs, the Smithsonian, and other agencies also have considerable backlogs. Continued pressures to balance the budget on the back of discretionary spending will further impede our efforts to provide the resources necessary to protect the wonders with which we have been entrusted.

For all of the pride that we take in our National Park System, it is also crumbling before us. Visitors flock to these national treasures every year—not only American visitors and their families, but increasingly, visitors from other countries. They come to partake of the historic, the cultural,

and the scenic resources that have been so carefully preserved and entrusted to the National Park Service.

Mr. President, as a reflection of our infrastructure and restoration projects, this bill takes into account the needs. And as a reflection of the patriotism and commitment to future generations, we should be doing more to preserve and to protect these wondrous resources.

Innovative fee structures, enhanced partnership efforts, and expanded use of volunteers—all of which are supported by this bill—are not the sole solution to the needs of our national parks. Rather, we must commit funds to allow major infrastructure and restoration projects to proceed. When the house is crumbling, we must tend to the foundations and not just make minor cosmetic repairs.

Lastly, Mr. President, I extend a word of appreciation to the staff that have assisted the chairman and me in our work on this bill. They work as a team, and they serve both of us, as well as the full Senate, in a very effective and dedicated manner. They have taken years to acquire this expertise, and it is a vast benefit to Senators and to the people who research. On the majority side, the staff members, I believe, have already been mentioned by the distinguished chairman of the subcommittee, as well as on my side of the aisle, which he kindly referred to. This team works under the tutelage of the staff directors of the full committee—Steve Cortese for the majority and Jim English for the minority.

This is a good bill, Mr. President, and I urge the Senate to complete its action promptly.

Mr. BOND addressed the Chair.

The PRESIDING OFFICER. The Senator from Missouri is recognized.

Mr. BOND. Mr. President, I thank the managers of the bill, particularly my good friend from Washington.

I have good news that an amendment that I had proposed to offer I will not have to offer on this bill.

On behalf of the people of Seneca, MO, and really people all across southwest Missouri, I, along with my colleagues Senator ASHCROFT and Congressman ROY BLUNT, have been fighting against an effort by an Oklahoma Indian tribe, the Eastern Shawnee, to move into southwest Missouri and establish a gambling casino in Seneca.

In truth, it is a New Jersey gaming operation that is behind this operation. They have claimed that they provided \$25 million to the tribe because they felt that a gambling casino in the heart of the family entertainment vacation area of southwest Missouri would be extremely profitable for the corporation and its shareholders.

Over the last several months, I have presented to the Secretary of the Interior what I thought were good legal arguments that the tribe is not entitled to use an exception in the statute that would permit them automatically to move across the border from Oklahoma into Missouri.



The people of southwest Missouri finally have some good news. Last night Secretary Babbitt called me to say that the tribe cannot automatically move across the border and build a casino in Missouri. This means that other tribes with land bordering on our State will not be able to come in. They would have to go through the process of getting approval of the Governor and support of the local residents.

I think this is a huge victory for the overwhelming majority of local residents who are concerned that gambling would destroy the family environment and the quality of life for which southwest Missouri is so well known.

I assure my constituents and my colleagues that I intend to continue to fight to ensure that the entire State is protected from the invasion of unwanted gambling. I assure those people who are behind the efforts, the gambling interests, if they find or think they find another loophole, I will do my best to close it. So, Mr. President, more authorizing legislation may well be needed in this.

I express my thanks to the Secretary of the Interior, who has advised me orally, although I have not seen the written opinion, that the tribe does not qualify for the exception, and under the circumstances that avenue is no longer open to bring a gambling casino into Seneca, MO.

Mr. President, I thank the Chair and yield the floor.

Mr. MURKOWSKI addressed the Chair.

The PRESIDING OFFICER. The Senator from Alaska is recognized.

Mr. MURKOWSKI. Mr. President, I thank the Chair.

Mr. President, later during the Senate's consideration of this bill, the Interior appropriations bill, there will be, it is my understanding, a rider offered by Senator BRYAN of Nevada. That rider would reduce the Forest Service road construction by \$10 million, roughly 20 percent. It would eliminate the Forest Service's Purchaser Credit Road Construction Program and modify the formula for receipt-sharing for Forest Service receipts with the counties.

Mr. President, at the appropriate time, I intend to rise in opposition to the amendment and vote against it. I encourage my colleagues to do likewise. But I wanted to share a brief perspective with my colleagues from the standpoint of the chairman of the authorizing committee with jurisdiction over these matters.

The Bryan amendment will follow hard on the heels of a similar amendment which was offered in the House by Congressman KENNEDY and Congressman PORTER in July. That amendment precipitated, as a consequence, a very intense debate in which numerous sets of facts were presented to the House and some statements were made that were not necessarily factual.

Not surprisingly, the material that was brought into the debate, to a large

degree, was in conflict. I have often believed that everyone is entitled to their own opinion, but that we ought to try to express our opinions using a commonly held set of facts. Oftentimes in this Chamber rhetoric will prevail over sound science simply because of the inability of the scientists to be heard and the scientists' willingness to stand behind their recommendations with their professional reputations.

Mr. President, both the Speaker and my House counterpart, the Congressman for Alaska, Congressman YOUNG, as chairman of the House Resources Committee, agree with this proposition. As a consequence, today Congressman YOUNG has sent me a letter, which I ask unanimous consent be printed in the RECORD.

There being no objection, the letter was ordered to be printed in the RECORD, as follows:

HOUSE OF REPRESENTATIVES,  
COMMITTEE ON RESOURCES,  
Washington, DC, September 10, 1997.

Hon. FRANK MURKOWSKI,  
Chairman, Committee on Energy and Natural Resources, U.S. Senate, Washington, DC.

DEAR MR. CHAIRMAN: During House consideration of the Interior Appropriations bill, the Kennedy-Porter amendment was offered to reduce the Forest Service timber roads program.

As you know, the reduction proposed in these amendments would devastate communities that rely on public land timber. It would gravely affect constituents in the West who work in the woods and the mills that supply the nation with wood for homes and other essential products. The implications to schools and children who depend on revenue sharing from timber receipts would also be substantial.

In speaking to many of the supporters of the Kennedy-Porter amendment to reduce funding for timber roads, they have explained that they supported the amendment in order to reduce costs and improve the environment. We too have real concerns with the skyrocketing cost of roads and timber sales. We have concluded that our goals may in fact be consistent. We believe that using collaboration and facts to address the problems that face the Forest Service we can reach a mutually beneficial solution.

We have offered to work cooperatively with interested House Members who hold different perspectives of forestry issues. We plan to do this in an inclusive way to properly address the real problems with these programs. This approach may be of interest to Senators grappling with the same problems that we grappled with in the House. To begin this process, we are planning an all day workshop involving as many interested Members of Congress as possible. If you wish to organize a group of Senators with an interest in this approach to the roads and cost issue, we invite you to do so and participate with us.

Sincerely,

DON YOUNG.  
HELEN CHENOWETH.

Mr. MURKOWSKI. At the end of the House debate, many of the parties in opposition to one another found they simply shared a common goal. So after an extended debate, they came together and found what they could agree upon. They cared a great deal about the skyrocketing costs of the Forest Service program, without exception.

They agreed then that collaboration and common understanding was necessary to address the problems in a way that would most likely achieve a mutual beneficial solution and it would be better to do that than simply replay the debate.

I think that is where we are today, Mr. President. We do not want to replay that debate that unfolded in the House and perhaps unfold in this body.

So Congressman YOUNG has taken the lead from the Speaker of the House of Representatives to work with the conflict resolution center at George Mason University to schedule an all-day workshop with interested Congressmen to review these issues and find where some common ground and consensus could be found. And this is the issue in mind, the Forest Service's Purchaser Credit Road Construction Program.

Congressman YOUNG is inviting me and other interested Senators to the workshop. I will support the House effort and urge Members here to do likewise.

I do not believe that we can make sound public policy decisions when we disagree on basic facts associated with the issues that come to the Senate floor. This particular issue is ripe for that kind of exposure. So I will leave it to my colleagues later in the debate to come to their own judgment. We voted on this issue time and time again. It prevailed. But I believe the search for consensus, which has been initiated in the House, is something the Senate should adopt. I urge the consideration of my colleagues.

Mr. BYRD. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The assistant legislative clerk proceeded to call the roll.

Mr. DORGAN. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER (Mr. GRAMS). Without objection, it is so ordered.

Mr. DORGAN. Mr. President, I rise today to describe to my colleagues an amendment that it is my intention to offer on this appropriations bill. I intend to offer an amendment on behalf of myself, and Senator JOHNSON, from the State of South Dakota, who will be speaking on it when I finish. We are joined in this endeavor by a fairly large number of Senators: Senators CAMPBELL, DASCHLE, DOMENICI, INOUE, BURNS, CONRAD, BINGAMAN, KOHL, WELLSTONE, MCCAIN, HARKIN, MURRAY, and LEVIN—a very distinguished and significant bipartisan group of Senators—and, as I mentioned previously, by Senator JOHNSON of South Dakota who has worked very closely with me on this amendment.

The amendment deals with tribal colleges. Before I describe the amendment I would like to make a comment about this subcommittee.

I am privileged to serve on the Senate Appropriations Committee. I consider it a distinct privilege to work with the Appropriations Committee, with the distinguished chairman, Senator STEVENS of Alaska, and the distinguished ranking member and former chairman, Senator BYRD of West Virginia. I also serve on the Interior subcommittee. It has been a pleasure to work with the Senator from Washington, Senator GORTON, whose leadership has been excellent. Although he is not at the present moment on the floor, I want him to know that the chart he brings to the floor to describe the breakdown of expenditures for this particular subcommittee is unique, and particularly useful. It is the only chart of its type that I know of that has been presented to Members, and it, more than almost any other approach, really gives us a good description of where we are spending the money in this subcommittee, how much we are spending, and the purpose of that spending.

So I say "thank you" to Senator GORTON, and to the ranking member of this subcommittee, Senator BYRD from West Virginia as well, for their leadership.

I would like to thank Bruce Evans, Anne McInerney, and Sue Masica, the staff on this subcommittee who have been very helpful in working with me on a wide range of issues.

The purpose of my offering an amendment today is to increase the funding for tribal colleges. And I want to describe why I think that is necessary.

Funding for tribally controlled colleges has not increased for 3 years. The President's budget requested \$30,411,000 for these colleges—a \$3 million increase over the last fiscal year. Both the House and the Senate bills have provided for a \$1 million increase. And I would like to add the extra \$2 million to bring funding up to the President's request in his budget recommendation. With the adoption of this amendment, the Senate will be at the budget request level. And that is still only half of the authorized level. Nonetheless, I think it is a very important step forward. This amendment will be offset by a pro rata reduction in travel for all agencies covered by this bill whose budgets exceed \$20 million.

I can think of no more worthwhile investment in the future of native Americans than to invest in their education, particularly at the postsecondary level. All of us know that education is the key to success. We have 24 tribally controlled community colleges in this country that will be covered by this amendment. These colleges now serve more than 20,000 students.

There are five tribal colleges in North Dakota. And I have been pleased to play a role in trying to help them, all of which I have visited personally. I must say that they have made a significant difference in the lives of many, many students. These colleges have been successful in educating native

American students by preserving the cultural environment in which these students are familiar while still providing them with the skills to be competitive in the society at large. I am proud of what they have accomplished. I think the extra \$2 million will be very, very helpful. Unfortunately, tribal college appropriations have failed to keep pace with inflation, and actual per student funding has decreased by \$317 while the student enrollment has increased by more than 230 percent over the last decade.

Mr. President, I would like just for a moment to describe a couple of people that I have either been privileged to meet or have heard about, who have demonstrated to me the importance of tribal colleges.

I was invited to speak at a tribal college commencement in North Dakota a few years ago. As they lined up in cap and gown, enormously proud of their achievement on their graduation day, I felt pride as well. I was visiting with several from the class, just kibitzing back and forth, and I asked, "Who is the oldest of this graduating class?" A woman raised her hand. She said, "I am the oldest." She was, I believe, 41 years old. She was a single mother of four children, whose husband had left her. She had been employed as the janitor in that school at the tribal college cleaning the hallways, cleaning the lavatories, working long hours, and working hard to try to care for her children. As she was cleaning the lavatories and the hallways in this tribal college, she got a notion that she would very much like to graduate from this college.

So from the position of custodian or janitor at a tribal college, on this day when I was to speak at the graduation, she was wearing a cap and a gown, and at age 41 was getting a college degree. She had a smile so wide and such pride in her eyes because of what she had achieved for herself that no one will ever take away. It was, I think, Ben Franklin who suggested that if we empty our purse in our head, no one will ever be able to take it from us. And she knew that. But think of the odds to overcome—a single mother, raising four children, few skills, without much pay coming from the employment she then had. But on this day, she was a college graduate. I have never forgotten that smile. It was a remarkable achievement for her. But you will find that similar stories at all these tribal colleges. It changes people's lives.

I want to tell you about a friend of mine named Loretta De Long, a North Dakotan. I am privileged to know Loretta. She was a single Chippewa mother of two. She was wondering about her life and her future. And tribal colleges were established just about the time that she realized the key to her future could be a higher education.

After getting her high school diploma in a GED Program, this mother of two young children, the youngest of which

was 6 weeks at the time, enrolled in one of the tribal colleges in North Dakota and that allowed for her to stay near her family and care for her children while she pursued her education. She said that "going to college was like looking in the mirror and seeing myself for the first time that college seemed to tap a leadership quality that had been squashed by the outside world."

Well, today Loretta De Long is Dr. De Long, Dr. Loretta De Long. The same woman, yes. She is also the Superintendent of Education for the Turtle Mountain Agency of the Turtle Mountain Tribe in North Dakota—another example of one person, but a success as a result of tribal colleges.

I don't know Myra Lefthand, but Myra Lefthand is a Montanan, and she is a Crow Indian from Montana. She and her daughter lived on clerk's pay and after 15 years in the same position on clerk's pay, not doing very well, she felt there were many positions that she saw in and around her job situation that she would like to have had but was never able to apply for them because she didn't have the education.

Here is what she said. She entered a tribal college to get an education. She said:

For me, it meant a commitment to a goal. When I quit my job, I left behind what little security I had for myself and my daughter and I could no longer expect a paycheck, no matter how small. But while I was at the Little Bighorn College, I was encouraged daily in my pursuit of an associate degree in chemical dependency counseling by the dean of students, Punkie Anne Bollis, and by my sister, Clarice Deny. Between the two of them, a lot of hitchhiking, a lot of scrimping to make small savings go a long way, and the generosity of a sister who brought daily lunches to me, I was able to persist and to graduate from the Little Bighorn Tribal College with an AA degree.

To all potential tribal college students, I say that going to get a professional degree is possible. With a little effort, hard study, support, prayers of family members, some financial aid, and the encouragement of some good teachers, an associate degree can be earned.

The reason I mention today Myra, Dr. De Long, or Wilma, the first woman I described, is that these are people whose lives have been changed by the ability to go to a tribal college, the ability to, on an Indian reservation, have the support of family and have the other support that is available and still enter college and get a degree and change their lives.

Now, what I am suggesting by this amendment is that we provide the additional \$2 million which will bring the request up to the President's budget request. It is not a large amount of money by some Appropriations Committee standards, but it is an important amount of money that will I think invest in and benefit the lives of many Americans who now attend these tribal colleges, the enrollments of which are growing very rapidly but student funding has not kept pace.

My intention would be to have this amendment offered. I will offer it or it

can be offered on my behalf at the appropriate time after the committee amendments have been offered and I would like to work with the committee chair and the ranking member to see if we can find a way to adopt this amendment.

The chairman of the subcommittee is here now. He was not here when I described the compliments I have for the chart that he provided the Senate. He does that every year, and it is the only one I know that exists with these subcommittees. It is an awfully good way to describe to the Congress what we are spending and where we are spending it, and I want to say thanks for the Senator's excellent leadership, and thanks to the Senator from West Virginia for his leadership as well.

I know the Senator from South Dakota wishes to speak on this amendment, and I thank him very much for his strong work and support. I hope as we move along this amendment can be offered and hopefully we can agree to it.

Mr. President, I yield the floor.

Mr. JOHNSON addressed the Chair.

The PRESIDING OFFICER. The Senator from South Dakota.

Mr. JOHNSON. Mr. President, I am pleased to join in the amendment of the Senator from North Dakota soon to be offered. I join Senator DORGAN in commending Chairman STEVENS for his work, certainly the Senator from West Virginia, Mr. BYRD, for his extraordinary leadership over the years on issues of this nature, and I look forward to working with the subcommittee chairman, Senator GORTON, to see what we can do to move this kind of amendment along.

Mr. President, I represent a State, the State of South Dakota, where we have nine Indian reservations, and where levels of poverty are extraordinary. I have worked very hard over the years both in the House of Representatives prior to my service in the Senate and now in the Senate on a wide range of initiatives designed to try to improve the circumstances of the native American citizens of our Nation, and of our State—water development initiatives and efforts on housing and health care and infrastructure improvements. I think all of them are important.

I have come to the conclusion after years of struggling and facing what sometimes appeared to me to be almost overwhelming circumstances of poverty, isolation, and difficulty, that if there is one area that deserves particular emphasis it needs to be education, and in this instance higher education for native American citizens of our country.

There was a time when I was, frankly, a bit skeptical, there was a time when I thought that perhaps we could just better utilize the existing State and other private institutions of higher education throughout our States. And we have made some successful efforts there in our Upward Bound Programs

and others that have been of some help. But, frankly, the dropout rate and the lack of success was very high over the years. Now we have 25 tribal colleges serving between 20,000 to 25,000 native American students in 11 States around the country. We have four of them in the State of South Dakota, all of them accredited, all of them providing high-quality educational opportunities not just for native American students but for many non-Indian students as well who live in those extremely rural areas and who need to have this kind of access to educational opportunity.

We find that 56 percent of the American Indian population in our Nation is age 24 or younger. There is, demographically, a huge number of people of college age and younger; 90 percent of tribal college students qualify for need-based financial aid; 85 percent live in poverty; more than 50 percent are parents; 70 percent of these young people attending tribal colleges are female.

As I examine what has transpired over these years that we have developed a tribal college system, I see for the first time a whole generation of native Americans who are becoming teachers and nurses and managers and entrepreneurs; who are becoming role models in their communities where none before ever existed in terms of making their way in the larger economic system of our country. We have so many people who have lived all of their lives without an economic opportunity, without jobs being available, without anyone in their family having had the opportunity to work, who have not had the skills to make it in the larger economy of our Nation, and yet now finally we are seeing this forward edge of progress being made among native Americans. It is, more than anything else, because of this opportunity to secure the job skills, the training, the education, the brainpower that is required to succeed in America, that is required to succeed in the global economy in which we live today.

These colleges have made their way with very modest resources. In fact, even with the President's recommendation, we will spend only about half the dollars per student as is authorized under Federal law and far less than half of what other community colleges and other 4-year colleges in America use to educate each student. It is amazing that they have done as well as they have, that they have kept their accreditation, that they have kept the torch of hope alive for so many people and yet they have done it with far less per student than any other college in America.

The \$2 million request that Senator DORGAN has put into his amendment will be divided among 25 colleges, and yet they have gone so far on so little that even this will be a very significant help for them, given the fact that they have now gone 3 years in a row without any upward adjustment in their funding at all, and despite the fact that enrollment numbers have increased sig-

nificantly, that this really has become the steppingstone for success and is recognized as such in tribe after tribe throughout our country.

Mr. GORTON. Will the Senator from South Dakota yield?

Mr. JOHNSON. I will be pleased to yield to the Senator.

Mr. GORTON. On behalf of the majority leader, I am authorized to announce there will be no further rollcall votes today.

I thank the Senator.

Mr. JOHNSON. I thank the Senator. That is always a well received kind of announcement from the subcommittee chairman.

We find that our tribal colleges are unmatched in retention, in matriculation and job placement of American Indian students; 42 percent of these tribal college students transfer to 4-year institutions.

As we undertake the welfare reform initiatives at the Federal level and which the States are carrying through, it is all the more reason we need this opportunity, this steppingstone for people to develop the skills to in fact break out of what has been a relentless, an overwhelming cycle of poverty that so many native Americans have been caught up in. But again, it is not just native Americans who benefit from this.

I think of an instance of Wilma Sachtjen of Burke, SD, a displaced homemaker with a high school diploma. Wilma enrolled in the Sinte Gleska College in Rosebud, SD. A non-Indian, she was able to secure an education because of this program when no other opportunity could possibly have existed for her. She secured a bachelor's degree in human services. She has been employed in that field ever since. And so we have not just native Americans but the entire population of our States at many of these colleges, in most cases in remote areas, gaining opportunity.

The four colleges in South Dakota: the Cheyenne River Community College at Eagle Butte; the Oglala Lakota College at Kyle; the Sinte Gleska University at Rosebud, and Sisseton Wahpeton Community College at Sisseton, have all provided key educational opportunities for the population of our State. Many of our students also attend Sitting Bull College at the Standing Rock Reservation in North Dakota and many attend the United Tribes Technical College in Bismark as well.

So these colleges serve regional populations and not simply the tribal membership of their own reservations. So I cannot share with you in stronger terms the importance of continuing these colleges with adequate funding—certainly not extraordinary funding but adequate funding—to make sure that the ladder of opportunity remains in place. This is a newfound opportunity, a newfound ladder, really, that has only been with us for a relatively recent number of years. But I think it

is one of the most vital components we could possibly imagine to have if in fact we are going to break the cycle of poverty, create greater self-sufficiency, greater dignity, greater pride and greater opportunity for native American students.

I simply say, Mr. President, I cannot commend in stronger terms to my colleagues the importance of the passage of the Dorgan amendment and a continuation of a strong tribal college system in America.

Mr. DORGAN. Will the Senator from South Dakota yield for a question?

Mr. JOHNSON. I certainly yield to my colleague from North Dakota.

Mr. DORGAN. Mr. President, many people ask the question—if you have other colleges elsewhere in the country, why is there a need for tribal colleges? The answer to that, very simply, is that a substantial number of women are attending these colleges, especially women who are living in poverty, many of them well above the 18- or 20-year-old age when people are moving into college. And because tribal college students are older and female—often single mothers in their late twenties or thirties—the ability to go to a tribal college on the reservation itself allows them to access the support of families for child care. That support is often the difference between going to college and not going to college; being able to have an opportunity for a higher degree or not being able to have the opportunity. It is in evidence all across this country that these tribal colleges work, whereas in other circumstances those same people, who are now proud graduates, would probably not have had the opportunity to go on for an advanced education.

I appreciate very much the Senator's yielding. I would like to make one additional comment if I might, if the Senator will indulge me.

When I mentioned the thank you for so many staffers who worked with us on this amendment, I did not mention Mary Hawkins, who works with me on appropriations issues. Mary is going to be leaving the Hill at the end of this year. She has worked for a long while and does wonderful work. I am blessed having her work with me on appropriations issues, and I wanted to say thank you to her as well.

Mr. JOHNSON. Mr. President, reclaiming my time, I share the Senator's congratulations to Mary and the staff in general who have worked very hard on these and other key issues.

I think the Senator from North Dakota raises an important point relative to the unique importance of these institutions, given the kinds of circumstances that the students face where there is a great need for extended family, where transportation is difficult to secure, where the extended family is necessary to make education—oftentimes far more than 4 years, oftentimes 5 and 6 and 7 years—for nontraditional students to become a reality. Were it not for these institu-

tions, there simply would not be this level of educational achievement, there would not be these role models being created, there would not be this kind of leadership created in Indian country today. So, again, I have to thank the Senator for his leadership and insights on this issue, and I yield my time.

Mr. CONRAD. Mr. President, tribal colleges play a crucial role in Indian country. An educated population is central to all successful economic and community development efforts. Tribal colleges serve young people preparing to enter the job market for the first time, dislocated workers learning new skills, and people seeking to move off welfare and onto a career path. These schools are at the heart of efforts to strengthen native American communities.

Tribal colleges serve more than 25,000 students nationwide. While meeting with tribal college students from North Dakota earlier this year, they told me how important it was for them to be able to attend schools near their homes, and how they planned to search for employment in their communities after graduation. Tribal colleges also strengthen Indian communities by increasing access to cultural resources, and by promoting the revitalization and preservation of American Indian and Alaska Native languages, visual and performance arts, and tribal history.

Last October, President Clinton signed an Executive order regarding tribal colleges and universities, designed to ensure that they have Federal resources committed to them on a continuing basis. This Executive order demonstrates a recognition of the central mission of tribal colleges and universities: making educational opportunities accessible to people of all ages in Indian country. To this end, it is important that we increase the Federal resources available to the tribal colleges. I am a cosponsor of the Dorgan amendment to increase the fiscal year 1998 appropriation for tribal colleges by \$2 million, to the level of the administration's request, and I strongly urge its adoption.

The PRESIDING OFFICER. The Senator from Washington.

PRIVILEGE OF THE FLOOR

Mr. GORTON. Mr. President, I ask unanimous consent that the privilege of the floor be granted for the duration of the Interior bill to Angela Logomasini of Senator BROWNBACK's staff.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. GORTON. Mr. President, I have a series of clarifications of the committee report that have been agreed to by Senator BYRD. I ask unanimous consent that they be printed in the RECORD, and I submit them for the RECORD.

There being no objection, the material was ordered to be printed in the RECORD, as follows:

#### CLARIFICATIONS TO COMMITTEE REPORT

Page 23 of the report indicates that funding for the aquatic nuisance species control program under the Fish and Wildlife Service is increased by \$500,000 over the current year level. The actual increase provided is \$1,000,000.

On page 119 of the report, the Bureau of Land Management is incorrectly listed as an unauthorized program pursuant to paragraph 7 of Rule XVI of the Standing Rules of the Senate. BLM was reauthorized through fiscal year 2002 in the 1996 omnibus parks bill.

The last paragraph on page 9 of the report addresses procedures that the Forest Service must follow in order to change its regional office structure. That paragraph should have included a requirement for the Forest Service to obtain consent from the Senate Energy and Natural Resources Committee.

On page 54, in the description of special programs and pooled overhead, the total is \$72,726,000. The changes from the FY 1997 enacted level consist of the following:

an increase of \$341,000 for fixed costs (\$42,000 for fixed costs for UTTC are reflected as part of their total);

an increase of \$2,000,000 for employee displacement;

an increase of \$728,000 for UTTC, which includes \$42,000 for fixed costs;

a decrease of \$1,569,000 for trust services transferred to the office of special trustee;

a decrease of \$2,801,000 for internal transfers; and

a decrease of \$46,000 for other fixed costs (consisting of a decrease of \$417,000 for workers compensation and an increase of \$371,000 for unemployment compensation).

Mr. GORTON. Mr. President, I do want to respond to the thoughtful suggestions of the Senators from North Dakota and South Dakota while each of them is still on the floor.

I reflected, as they discussed the value of higher education, in this case to Indians, on the force of their argument. It certainly is possible that on some other elements of this bill relating to Indians that we may have some disagreements. But, certainly, if we speak about either a doctrine of self-determination or self-sufficiency, education makes a major contribution to the ability of an individual either to be self-determining or self-sufficient. To the extent that we can encourage education, greater sophistication and greater knowledge, obviously we ought to do so.

In this bill we have added \$1 million to approximately a \$27 million appropriation last year for the particular purpose to which they speak. That is \$2 million less than the President's request, where the total allocation we have is some \$46 million less than the President's request. We have, however, given almost a \$700,000 increase to the United Tribes Technical College in the State of the Senator from North Dakota, which the President did not include in his budget, based essentially on the same philosophy that has been stated here by the two of them.

I can assure both Senators that we will see whether or not in some respect or another we can accommodate what seems to be a reasonable request, understanding that we have a lot of reasonable requests in a lot of areas of the bill. Also, I have to state that one reservation I have is to the sort of let's

just cut everything else proportionately without setting values. We worked as hard as we could on these matters, the others of which applied to all citizens of the United States. The degree of deferred maintenance in our national parks and national forests and other recreational facilities is literally measured in the billions of dollars. We tried to at least begin to work on that.

So, if, perhaps, the focus of where we find the \$2 million could be more narrowly aimed, if they could discuss with their own constituents whether there are other Indian programs that could absorb such a shift, or some other thing of that sort, it will make it easier for us.

But I do want to assure both of them that I have heard what they have to say. With their philosophy about education, I entirely agree. And to the extent, in a bill where, as I said in my opening remarks, we had 1,800 requests from Members of the Senate, very few of which this Senator thinks in the abstract were not justified, by any means, I will try to the best of my ability to oblige. I am sure I speak for Senator BYRD when I make that statement.

Mr. DORGAN. Will the Senator yield just for a comment?

Mr. GORTON. Certainly.

Mr. DORGAN. Because the Senator mentioned United Tribes Technical College, I wanted to say how much I appreciate what the subcommittee did in that area. That is a unique institution which has been very successful and has not had a funding increase for a long, long while. Just last Saturday I was at the United Tribes Technical College, where they had one of the largest Indian powwows in this country. It is a wonderful cultural celebration, about as colorful and beautiful a celebration as you will see anywhere in the country. I can tell you the people at United Tribes Technical College were enormously grateful for what you have done in this appropriations bill for them. I think they understand that the increase you have provided is a recognition of excellence in education, an investment in human potential. They are very grateful for it. Because you mentioned that, I wanted to say how appreciative I was as well.

Mr. GORTON. Mr. President, I thank my colleague from North Dakota.

I suggest the absence of a quorum.

The PRESIDING OFFICER. The clerk will call the roll.

The bill clerk proceeded to call the roll.

Mr. REED. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. REED. Mr. President, I ask unanimous consent to proceed as in morning business for the next 10 minutes.

The PRESIDING OFFICER. Without objection, it is so ordered.

Mr. REED. I thank the Chair.

(The remarks of Mr. REED pertaining to the introduction of S. 1169 are lo-

cated in today's RECORD under "Statements on Introduced Bills and Joint Resolutions.")

Mr. GORTON addressed the Chair.

The PRESIDING OFFICER. The Senator from Washington.

#### AMENDMENT NO. 1132

(Purpose: To amend title 31, United States Code, to address the failure to appropriate sufficient funds to make full payments in lieu of taxes under chapter 69 of that title by exempting certain users of White Mountain National Forest from fees imposed in connection with the use)

Mr. GORTON. Mr. President, I send an amendment to the desk and ask unanimous consent that it be in order to be considered.

The PRESIDING OFFICER. Without objection, it is so ordered. The clerk will report the amendment.

The bill clerk read as follows:

The Senator from Washington [Mr. GORTON], for Mr. GREGG, proposes an amendment numbered 1132.

Mr. GORTON. Mr. President, I ask unanimous consent that further reading of the amendment be dispensed with.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment is as follows:

On page 126, line 16 insert after "government" the following: "that lies in whole or in part within the White Mountain National Forest and is"

On page 126, line 19, strike "recreational user fee" and insert in lieu thereof. "Demonstration Program Fee (parking permit or passport)"

On page 126, line 21-22, strike "White Mountain National" and "that lies, in whole or in part, within those boundaries."

Mr. GORTON. Mr. President, this is an agreed-to amendment between Senator BYRD and myself that is presented on behalf of the Senator from New Hampshire, Mr. GREGG. He has a special provision relating to certain uses of the White Mountain National Forest that are included in the bill. Technical errors were made in connection with that amendment, which added an unanticipated cost. These technical changes will cure that defect.

The PRESIDING OFFICER. The question is on agreeing to the amendment.

The amendment (No. 1132) was agreed to.

Mr. GORTON. I move to reconsider the vote.

Mr. HOLLINGS. I move to lay that motion on the table.

The motion to lay on the table was agreed to.

Mr. GORTON. I yield the floor, Mr. President.

Mr. President, I think I can announce I know of no further business relating to the Interior bill that is likely to come before the Senate this afternoon. But I do ask that any Senator who may wish to speak on the subject or offer an amendment on the subject report his or her intention to do so promptly.

Mr. HOLLINGS. Mr. President, I suggest the absence of a quorum.

The PRESIDING OFFICER (Mr. ABRAHAM). The clerk will call the roll.

The bill clerk proceeded to call the roll.

Mr. GORTON. Mr. President, I ask unanimous consent that the order for the quorum call be rescinded.

The PRESIDING OFFICER (Mr. SANTORUM). Without objection, it is so ordered.

Mr. GORTON. Mr. President, I ask unanimous consent that the committee amendments be agreed to en bloc, with the following exceptions: page 46, line 15 through page 47, line 25; page 52, line 16 through page 54, line 22; page 55, line 11 through page 56, line 2; page 96, line 12 through page 97, line 8; page 115, lines 1 through 22; page 123, line 9 through page 124, line 20; that the bill, as amended, be considered as original text for the purpose of further amendment, and that no points of order be waived by reason of this agreement.

The PRESIDING OFFICER. Without objection, it is so ordered.

The committee amendments were agreed to.

#### MORNING BUSINESS

Mr. GORTON. Mr. President, I ask unanimous consent there now be a period for the transaction of morning business with Senators permitted to speak for up to 5 minutes each.

The PRESIDING OFFICER. Without objection, it is so ordered.

#### NOMINATION OF GENERAL SHELTON TO BE CHAIRMAN OF THE JOINT CHIEFS OF STAFF

Mr. DASCHLE. Mr. President, I ask unanimous consent that a letter I received from Senator WYDEN be printed in the RECORD.

There being no objection, the letter was ordered to be printed in the RECORD, as follows:

U.S. SENATE,

Washington, DC, September 11, 1997.

Hon. THOMAS A. DASCHLE,  
Democratic Leader,  
The Capitol.

DEAR MR. LEADER: I am writing to notify you that if the leadership were to seek unanimous consent to proceed to the consideration of the nomination of General Shelton to be Chairman of the Joint Chiefs of Staff, I would object.

I have been frustrated in my attempts to obtain complete information regarding the crash of an HC-130 Air Force Reserve plane which killed 10 Oregonians in November of 1996. The widows and families of those servicemen deserve complete and accurate information about the cause of that accident. Until I am able to make progress in obtaining this information, I plan to maintain my objection.

I also ask unanimous consent that this notice be published in today's Congressional Record.

Sincerely,

RON WYDEN,  
United States Senator.

Mr. HOLLINGS addressed the Chair.

The PRESIDING OFFICER. The Senator from South Carolina.

Mr. HOLLINGS. Mr. President, I ask unanimous consent that I be allowed to

speak in morning business for 15 minutes.

The PRESIDING OFFICER. Without objection, it is so ordered.

### A BALANCED BUDGET

Mr. HOLLINGS. Mr. President, the greatest difficulty I had during the August break was convincing the various newspaper editors I visited while traveling the State, that the budget was not balanced. Everywhere I went, they said that Congress had done its job, producing the first balanced budget since Lyndon Johnson's back in 1968-69. And I said that it was totally out of the whole cloth.

Mr. President, I think of Mark Twain's famous observation. He said, "The truth is such a precious thing, it should be used very sparingly." Unfortunately, our media friends have been caught up in the politics and with the consultants in the polls and the truth goes unreported.

I stated this on the floor when we debated the conference report to the budget resolution. I referred at that particular time to the report of Mr. KASICH from the committee of conference, submitted on June 4, 1997.

On page 4, I showed where, listed under "Deficits," that under fiscal year 2002 a deficit of \$108,300,000,000 was listed. It was listed with the exclusion of the Social Security surplus as required under section 13:301 of the Budget Act.

Under that particular act that we passed in 1990, 98 Senators voted for it

and President George Bush signed it into law. It said that you cannot report in the Congress nor shall the President submit a budget that includes the Social Security trust funds in the calculation of the budget deficit. We got this enacted into law, and today it is totally disregarded.

I wish I could put in a criminal penalty. We could lock up the Congress. But the fact of the matter is, a criminal penalty for this already exists, the 1994 Pension Reform Act. This law was enacted to make sure that workers, with all this merger mania, could be sure that their pension funds would remain fiscally intact and safe from defraying company debt. Denny McLain, the famous Detroit pitcher, which the distinguished Chair should be very familiar with—is in jail today because he violated this law. Our great pitcher, McLain, was elected the chairman of a certain corporation where he used the pension fund to pay the debts. Earlier this year, Denny McLain was sentenced to 8 years in prison. Now, if you can find Denny, and what cell he is in, tell him he made a mistake. He should have run for the U.S. Senate instead of going into business, because instead of a prison term, what you get is a good Government award. The constant babble over the land in by all the talking heads, on the TV and the radio, is balance, balance, balance.

Well, heavens above, this is exactly what is occurring today in the U.S. Senate. Even Mr. KASICH said that his submission was not a balanced budget. All you have to do is read and you will

see the increase in the debt between the years 2001 and 2002. In 2002, instead of a balanced budget—you have a \$173.9 billion deficit.

So, I went to all the different newspaper editors, and I said, Wait until the Congressional Budget Office makes their estimate. It usually comes out in August but because of reconciliation, it will come out in September this year. They finally submitted "The Economic and Budget Outlook," in September 1997.

Mr. President, I ask unanimous consent that the table on page 34 be printed in the RECORD.

There being no objection, the material was ordered to be printed in the RECORD, as follows:

#### DEBT SUBJECT TO LIMIT

As part of the Balanced Budget Act of 1997, the Congress increased the statutory limit on federal debt from \$5.5 trillion to \$5.95 trillion. That amount should be sufficient until the summer of 2000. Even in the face of small deficits and budget surpluses, though, the debt subject to limit will continue to increase, thereby implying that the ceiling will have to be raised in the future.

Debt subject to limit far exceeds debt held by the public (a much more useful measure of what the government owes), mainly because it includes the holdings of the Social Security, Medicare, and other government trust funds. The Congressional Budget Office's projections of debt subject to limit through 2007 are presented below. Because the size of the trust fund surplus dwarfs the projected total budget surpluses after 2002, debt subject to limit continues to rise throughout the projection period.

#### BASELINE PROJECTIONS OF DEBT SUBJECT TO STATUTORY LIMIT

[By fiscal year, in billions of dollars]

|  | 1997  | 1998  | 1999  | 2000  | 2001  | 2002  | 2003  | 2004  | 2005  | 2006  | 2007  |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Debt Subject to Limit, Start of Year ..... | 5,137 | 5,314 | 5,525 | 5,751 | 5,979 | 6,179 | 6,339 | 6,513 | 6,674 | 6,834 | 6,996 |
| Changes:                                   |       |       |       |       |       |       |       |       |       |       |       |
| Deficit .....                              | 34    | 57    | 52    | 48    | 36    | -32   | -13   | -29   | -36   | -72   | -86   |
| Trust fund surplus .....                   | 112   | 130   | 153   | 159   | 143   | 171   | 168   | 172   | 179   | 218   | 178   |
| Other changes <sup>1</sup> .....           | 31    | 24    | 21    | 21    | 20    | 22    | 19    | 18    | 17    | 15    | 17    |
| Total .....                                | 177   | 210   | 226   | 228   | 199   | 161   | 174   | 161   | 160   | 162   | 110   |
| Debt Subject to Limit, End of Year .....   | 5,314 | 5,525 | 5,751 | 5,979 | 6,179 | 6,339 | 6,513 | 6,674 | 6,834 | 6,996 | 7,106 |

<sup>1</sup> Primarily changes in Treasury cash balances, investments by government funds (such as the Bank Insurance Fund) that are not trust funds, and activity of the credit financing accounts.

Source: Congressional Budget Office.

Mr. HOLLINGS. Let us cite that table.

Here they have what they all like to call under the euphemism, a "unified deficit." Here they just use the word "deficit." They are very clever because they do not want to get in controversy with that particular section, 13:301. So CBO says: "Deficit for 1997, \$34 billion." This is what everybody is crowing about. But—but—Mr. President, trust fund surpluses. You see under the moneys there, and other changes, other short-falls there, that there is veritabably \$143 billion used, spent, in order to make the deficit appear to be only \$34 billion. The truth is, and actually listed in this document now by CBO, is a deficit of \$177 billion for fiscal 1997. And extrapolating it out for 1998, the actual deficit is \$210 billion; 1999, \$226 billion; the year 2000, \$228 billion; the

year 2001, \$199 billion; and the year 2002, \$161 billion.

There you are, Mr. President. The Congressional Budget Office has not estimated a balanced budget. And no one else in his right mind has estimated a balanced budget except for the political dissembling over the land, in the editorial columns, and in the news reports, "balance, balance, balance," because what they've got up here this consultant thing to get our "message, message, message" out. If you say it enough, they will believe anything.

The truth is—the truth is—that we are going to expand the debt by over \$1 trillion in the next 5 years, Mr. President. Now, let me say something about a soaring debt. When debt increases, interest increase. Everybody around here is saying, "I'm cutting taxes, cutting taxes," when in essence they are in-

creasing taxes. There are two kinds of taxes. One tax, of course, is like a school tax, where in my home State, South Carolina, all the sales tax goes to the public school system, or gasoline taxes which go to highway construction. Those are what you call win taxes—you win something for paying those taxes.

The second kind of tax is the waste tax. An example of this is the interest costs on the national debt. You do not win anything. It is absolute waste. This goes up, up, and away to the tune now in the last several years, of at least \$15 billion, and it is going up more every day. The actual estimated amount for this particular fiscal year which will end in a couple of weeks' time, at the end of September, is \$358 billion. That is the CBO estimate. That is almost \$1

billion a day for nothing. I ask unanimous consent that "Hollings Budget Realities" be printed in the RECORD.

There being no objection, the material was ordered to be printed in the RECORD, as follows:

## HOLLINGS' BUDGET REALITIES

[In billions of dollars]

| President and year | U.S. Budget <sup>1</sup> | Borrowed Trust Funds | Unified Deficit With Trust Funds | Actual Deficit Without Trust Funds | National Debt | Annual Increases in Spending for Interest |
|--------------------|--------------------------|----------------------|----------------------------------|------------------------------------|---------------|---|
| Truman:            |                          |                      |                                  |                                    |               |   |
| 1945               | 92.7                     | 5.4                  | -47.6                            | .....                              | 260.1         | .....                                     |
| 1946               | 55.2                     | -5.0                 | -15.9                            | -10.9                              | 271.0         | .....                                     |
| 1947               | 34.5                     | -9.9                 | 4.0                              | +13.9                              | 257.1         | .....                                     |
| 1948               | 29.8                     | 6.7                  | 11.8                             | +5.1                               | 252.0         | .....                                     |
| 1949               | 38.8                     | 1.2                  | 0.6                              | -0.6                               | 252.6         | .....                                     |
| 1950               | 42.6                     | 1.2                  | -3.1                             | -4.3                               | 256.9         | .....                                     |
| 1951               | 45.5                     | 4.5                  | 6.1                              | +1.6                               | 255.3         | .....                                     |
| 1952               | 67.7                     | 2.3                  | -1.5                             | -3.8                               | 259.1         | .....                                     |
| 1953               | 76.1                     | 0.4                  | -6.5                             | -6.9                               | 266.0         | .....                                     |
| Eisenhower:        |                          |                      |                                  |                                    |               |   |
| 1954               | 70.9                     | 3.6                  | -1.2                             | -4.8                               | 270.8         | .....                                     |
| 1955               | 68.4                     | 0.6                  | -3.0                             | -3.6                               | 274.4         | .....                                     |
| 1956               | 70.6                     | 2.2                  | 3.9                              | +1.7                               | 272.7         | .....                                     |
| 1957               | 76.6                     | 3.0                  | 3.4                              | +0.4                               | 272.3         | .....                                     |
| 1958               | 82.4                     | 4.6                  | -2.8                             | -7.4                               | 279.7         | .....                                     |
| 1959               | 92.1                     | -5.0                 | -12.8                            | -7.8                               | 287.5         | .....                                     |
| 1960               | 92.2                     | 3.3                  | 0.3                              | -3.0                               | 290.5         | .....                                     |
| 1961               | 97.7                     | -1.2                 | -3.3                             | -2.1                               | 292.6         | .....                                     |
| Kennedy:           |                          |                      |                                  |                                    |               |   |
| 1962               | 106.8                    | 3.2                  | -7.1                             | -10.3                              | 302.9         | 9.1                                       |
| 1963               | 111.3                    | 2.6                  | -4.8                             | -7.4                               | 310.3         | 9.9                                       |
| Johnson:           |                          |                      |                                  |                                    |               |   |
| 1964               | 118.5                    | -0.1                 | -5.9                             | -5.8                               | 316.1         | 10.7                                      |
| 1965               | 118.2                    | 4.8                  | -1.4                             | -6.2                               | 322.3         | 11.3                                      |
| 1966               | 134.5                    | 2.5                  | -3.7                             | -6.2                               | 328.5         | 12.0                                      |
| 1967               | 157.5                    | 3.3                  | -8.6                             | -11.9                              | 340.4         | 13.4                                      |
| 1968               | 178.1                    | 3.1                  | -25.2                            | -28.3                              | 368.7         | 14.6                                      |
| 1969               | 183.6                    | 0.3                  | 3.2                              | +2.9                               | 365.8         | 16.6                                      |
| Nixon:             |                          |                      |                                  |                                    |               |   |
| 1970               | 195.6                    | 12.3                 | -2.8                             | -15.1                              | 380.9         | 19.3                                      |
| 1971               | 210.2                    | 4.3                  | -23.0                            | -27.3                              | 408.2         | 21.0                                      |
| 1972               | 230.7                    | 4.3                  | -23.4                            | -27.7                              | 435.9         | 21.8                                      |
| 1973               | 245.7                    | 15.5                 | -14.9                            | -30.4                              | 466.3         | 24.2                                      |
| 1974               | 269.4                    | 11.5                 | -6.1                             | -17.6                              | 483.9         | 29.3                                      |
| Ford:              |                          |                      |                                  |                                    |               |   |
| 1975               | 332.3                    | 4.8                  | -53.2                            | -58.0                              | 541.9         | 32.7                                      |
| 1976               | 371.8                    | 13.4                 | -73.7                            | -87.1                              | 629.0         | 37.1                                      |
| Carter:            |                          |                      |                                  |                                    |               |   |
| 1977               | 409.2                    | 23.7                 | -53.7                            | -77.4                              | 706.4         | 41.9                                      |
| 1978               | 458.7                    | 11.0                 | -59.2                            | -70.2                              | 776.6         | 48.7                                      |
| 1979               | 503.5                    | 12.2                 | -40.7                            | -52.9                              | 829.5         | 59.9                                      |
| 1980               | 590.9                    | 5.8                  | -73.8                            | -79.6                              | 909.1         | 74.8                                      |
| Reagan:            |                          |                      |                                  |                                    |               |   |
| 1981               | 678.2                    | 6.7                  | -79.0                            | -85.7                              | 994.8         | 95.5                                      |
| 1982               | 745.8                    | 14.5                 | -128.0                           | -142.5                             | 1,137.3       | 117.2                                     |
| 1983               | 808.4                    | 26.6                 | -207.8                           | -234.4                             | 1,371.7       | 128.7                                     |
| 1984               | 851.8                    | 7.6                  | -185.4                           | -193.0                             | 1,564.7       | 153.9                                     |
| 1985               | 946.4                    | 40.5                 | -212.3                           | -252.8                             | 1,817.5       | 178.9                                     |
| 1986               | 990.3                    | 81.9                 | -221.2                           | -303.1                             | 2,120.6       | 190.3                                     |
| 1987               | 1,003.9                  | 75.7                 | -149.8                           | -225.5                             | 2,346.1       | 195.3                                     |
| 1988               | 1,064.1                  | 100.0                | -155.2                           | -255.2                             | 2,601.3       | 214.1                                     |
| Bush:              |                          |                      |                                  |                                    |               |   |
| 1989               | 1,143.2                  | 114.2                | -152.5                           | -266.7                             | 2,868.3       | 240.9                                     |
| 1990               | 1,252.7                  | 117.4                | -221.2                           | -338.6                             | 3,206.6       | 264.7                                     |
| 1991               | 1,323.8                  | 122.5                | -269.4                           | -391.9                             | 3,598.5       | 285.5                                     |
| 1992               | 1,380.9                  | 113.2                | -290.4                           | -403.6                             | 4,002.1       | 292.3                                     |
| Clinton:           |                          |                      |                                  |                                    |               |   |
| 1993               | 1,408.2                  | 94.3                 | -255.0                           | -349.3                             | 4,351.4       | 292.5                                     |
| 1994               | 1,460.6                  | 89.2                 | -203.1                           | -292.3                             | 4,643.7       | 296.3                                     |
| 1995               | 1,514.6                  | 113.4                | -163.9                           | -277.3                             | 4,921.0       | 332.4                                     |
| 1996               | 1,560.0                  | 154.0                | -107.0                           | -261.0                             | 5,182.0       | 344.0                                     |
| 1997               | 1,612.0                  | 143.0                | -34.0                            | -177.0                             | 5,359.0       | 358.0                                     |

<sup>1</sup> Outlays.

Note: Historical Tables, Budget of the U.S. Government FY 1998: Beginning in 1962 CBO's 1997 Economic and Budget Outlook.

Mr. HOLLINGS. When is this crowd going to wake up around here? The interest cost was less than \$75 billion when Mr. Reagan came to town and promised to balance the budget in 1 year. We had less than \$1 trillion debt. Now we have a \$5.3 trillion debt—quadruple the debt since that time. We are spending about \$283 billion more a year today in interest costs than that particular day 17 years ago.

Now, if I had that \$283 billion, I would get all the highways built, I would get all the research at NIH, I would put in all the money at Head Start. With all of these amendments, we are spending the money but not getting the government. We are proving with this cut taxes, cut taxes, cut taxes that we are incompetent up here.

Now, Mr. President, I had hoped at that particular time, since the econ-

omy was going well and we have had lower deficits each year for the last 5 years under President Clinton, that we would stay the course, not have any tax cuts, not have any spending increases. But this hope was defeated.

Instead, Mr. President, we passed what? We passed a \$52 billion increase in spending and cut the revenues \$95 billion and call it balanced. How can you increase spending, lower your revenues, and get to a balanced budget? Of course, it is obvious—you cannot. That is why you have the \$177 billion deficit this particular fiscal year and instead of a balanced budget in the year 2002, we have a \$161 billion deficit.

Interestingly, this assumes that by the year 2000—you will have a deficit of \$228 billion, an almost \$70 billion decrease in a 2-year period. The cuts are

back-loaded. That is the smoke and mirrors.

Everyone is talking about balance, talking about baby boomers, talking about Social Security, which is in the black and balanced. But we are not paying for defense, we are not paying for education, we are not paying for Senators' pay, we are not paying for Head Start, we are not paying for foreign aid, we are not paying for the general Government expenses, and we come around here and we say, "Now what we need is tax cuts to buy the election next year."

Mr. President, they have a big hearing going on about campaign financing. The biggest campaign finance violation is the Federal budget scam of a balanced budget and cutting taxes. We are



using this budget scam to reelect ourselves. This is what ought to be investigated. This is a public hearing. I hope C-SPAN is covering it. I hope everyone is listening right now, because this is how we buy the votes. I am not worried whether I get from a PAC contribution of \$1,000 or \$2,000. The country of Japan has over 100 lawyers here, paid over \$113 million to lobby us, the Congress. I need not tell you that this is significantly more than the pay of the 535 Members of Congress. I am not worried about those things. What I am worried about is the campaign financing fraud scam that is going on on the floor of the national Congress. We're all running around here hollering, "balance," and our good friends, the Concord Coalition, is yelling "entitlements, entitlements." They have not yet faced the reality.

My friend, David Broder, says I have gotten to be a nuisance on this subject. I wonder why the truth has become a nuisance in Washington?

#### LABOR-HHS-EDUCATION SPENDING BILL FOR FY98

Mr. BINGAMAN. Mr. President, the fiscal year 1998 Labor-HHS-Education appropriations bill that was passed overwhelmingly by the Senate today contains several education and health provisions that I feel are especially important and have worked hard on to help improve the lives of people in New Mexico and nationwide.

The key health and education provisions include a plan to move control over the proposed new math and reading tests to an independent board, increased funding for education technology and technology training for teachers, first-time funding to help low-income students participate in the rigorous and cost saving academic program known as Advanced Placement, and funding for a Boarder Health Commission that I helped enact in 1994.

It is especially important to note that the United States Senate today approved \$1 million in funding to implement the United States-Mexico Border Health Commission. The Commission, which has long been one of my priorities, is designed to help improve public health along the United States-Mexico border. I requested that the funds be included in the 1998 spending bill in a letter to Senate appropriators earlier in the year.

I led the fight to fund the Commission because I believe that we can't wait any longer to begin addressing the serious health problems along the border. They greatly affect people in nearby communities and in New Mexico. What's alarming is that many of these health problems—such as malaria and tuberculosis—can affect people nationwide. This appropriation represents the first time Federal funds have been earmarked specifically for implementation of the commission.

The funds would go to the commission to begin a comprehensive border

health needs assessment followed by a coordinated medical response to border health problems. Each United States-border State would receive two federally appointed commissioners who would work with Mexico to design and coordinate programs to improve health, water resources, sewage treatment, vector control and air quality along the border. Because of the Senate's move today, we are inching closer to being able to directing medical help to our ailing border region.

The Senate has also now approved funding for several key education initiatives that have been some of my top priorities in this Congress.

Perhaps most notable is that the Senate approved \$30 million to train teachers in the use of technology in the classroom. The funding will be used to implement the Technology for Teachers Act, new legislation that I authored earlier this year.

There is a tremendous effort underway to put computers in classrooms and hook schools across American into the Internet. But until now, the primary focus has been on obtaining equipment—not on training teachers to use it. We can't simply install a computer in the classroom and expect it to revolutionize education all by itself. These new resources represent the first time Federal funds have been set aside specifically for training new and current teachers in the use of education technology.

As a founding member of the Senate Education Technology Workforce, I am also proud that the Senate voted to double the funding for the Technology Literacy Challenge Fund, created by my 1994 Technology for Education Act. The fund would jump to \$425 million in 1998 from \$200 million in 1997. New Mexico's State Department of Education this year received \$1.7 million from the Technology Literacy Challenge Fund, and awarded grants to 26 communities across the State. The 1998 funding would boost New Mexico's share to \$3.55 million.

And finally, the Senate also approved \$3 million in funding to increase the number of low-income students who participate in the rigorous Advanced Placement [AP] program in schools in New Mexico and across the country. I secured this funding in the 1998 Labor-HHS appropriations bill in order to broaden the reach of AP classes to all students—not just to those who attend more affluent schools or have definite plans to attend college. By promoting AP, we're promoting high-standards education in our schools without creating new Federal programs.

These are just a few of the most important elements of a bill that on the whole is very strong, I believe. However, I must note one part of the legislation that we are sending into conference with the House of Representatives, which is the Gorton amendment.

As part of this spending bill, the Senate narrowly approved—49 to 51—an amendment by Senator GORTON that

would convert billions of dollars in critical Federal education dollars into unrestricted block grants that school districts could spend with few restrictions and little accountability. For reasons I would like to describe here, I strongly oppose the amendment and will push for its elimination from the final version of the 1998 Labor-HHS appropriations measure.

In essence, this amendment would eliminate much of the U.S. Department of Education—a radical and misguided effort that I had thought was abandoned in the face of tremendous public opposition over the last few years.

Specifically, this amendment block grants to local districts—not states—roughly \$5.5 billion in annual funding for Federal education programs. The eliminated programs would include:

Funding for the new voluntary national tests for reading and math, which would help so many parents keep their schools accountable for preparing their students for a high-tech world;

Title 1, the roughly \$7 billion program to help poor children improve their reading and math skills in the early grades;

The \$425 million Technology for Education Act, which is already providing \$1.7 million in education technology funding to 26 grantees around the state, and would rise to \$3.5 million next year;

The \$50 million Charter Schools program, which helps foster the creation of more new, independent public schools like the five that are up and running in New Mexico;

Goals 2000, which has provided millions of dollars to New Mexico as part of its effort to raise academic standards and achievement;

The School-to-Work Opportunities Act, which has given both local and statewide implementation grants to help improve training for students going straight into the workforce from high school;

Safe and Drug Free Schools, a program that sends Federal funds to the States and schools most affected by school violence in order to make them more orderly;

Teacher training funds called the Eisenhower program that are used in New Mexico to help upgrade the preparation of teachers in our classrooms; and

Bilingual and immigrant education programs, which also provide much-needed support for communities with large numbers of limited English proficient students.

In effect, this would create an unmonitored windfall for school districts that could be used for nearly any purpose—conceivably even raising administrative salaries, or building swimming pools and tennis courts. There would be no oversight or accountability—in fact, all of the limits on administrative costs and accountability measures that rely on State oversight and are already in Federal law would be eliminated by the amendment.

The Gorton amendment would also fully by-pass State education agencies that in New Mexico help coordinate and monitor programs. Some people think block-granting education funds might give local school districts more control or more funding. The reality is that if we block grant these programs and bypass the our entire State education network, we actually put a huge administrative burden on school districts that very few will be able to handle. And in fact, only about 6 percent of Federal funding is taken off the top by States for administrative and technical assistance. It simply isn't cost-efficient for small districts to provide the specialized training or diverse course offerings that can be provided economically at a state and regional level.

It's also entirely unclear how New Mexico would fare under such an arrangement—there is no real way of telling from the amendment, which proposes an entirely untried approach that has never really been debated before. Funding levels would basically be determined by having each individual district conduct a self-reported census on its own of all the school-aged children in the district, and then weighting each district's funding according to each State's average per capita income level. However it's not too hard to guess that we won't do nearly as well as some may think, since current formulas already awarding money directly to districts based on individual community need would be scrapped—and many communities would be left to fend for themselves.

For these reasons, it is my hope that this ill-conceived amendment will be dropped in conference, and left out of the final bill that is made into law. If necessary, I would likely join my colleague Senator DODD in filibustering the fiscal year 1998 appropriations bill if the Gorton amendment is kept in the final version.

#### THE CRISIS IN SIERRA LEONE

Mr. BIDEN. Mr. President, I rise today to bring to light recent events in Sierra Leone. This has been a challenging year for democracy on the African Continent, and no where has it been more seriously challenged than in this West African nation. On May 25, 1997, mutinous soldiers overthrew the democratically-elected government of President Ahmad Tejan Kabbah. Lawlessness reigns throughout the country, as jail doors throughout Sierra Leone have been thrown wide, and judges and lawyers who once worked to ensure the rule of law have been forced to flee the country for their lives.

Ironically, it was only a year and a half ago that Sierra Leone held its first multiparty elections in 30 years, resulting in the transfer of power from the military to the civilian government of President Kabbah. With the conclusion of Sierra Leone's 5-year civil war last November, Sierra Leone was hailed by many in Africa and the

West as a model for other African nations. The bloody military coup d'état that ousted President Kabbah almost 4 months ago is not only an affront to the expressed will of the people of Sierra Leone, but is a direct challenge to the cause of democracy in Africa. I strongly condemn this deplorable action, and call upon the military to return power to the democratically-elected government.

Now, as a result of the spring coup, the Sierra Leone is largely isolated from the world. Foreign embassies have closed their doors. Foreign aid has been suspended. There is virtually no humanitarian assistance to speak of left in Sierra Leone. Every day that the military junta remains in power more men, women and children needlessly fall victim to senseless violence.

Meanwhile, the military junta continues its rapacious looting of the country, oblivious to the dire consequences of its actions. Freetown, the capital city, without electricity, sits in darkness. Schools are closed. Most doctors have fled the country and hospitals have been looted. Those who have not already fled the country face both a dwindling food supply and the military leaders' seemingly abject disregard for human life.

Mr. President, Sierra Leone's West African neighbors have courageously taken the lead in responding to this humanitarian crisis. Upon the outbreak of the coup, regional leaders quickly condemned the coup and imposed regional sanctions. At a recent meeting of West African heads of state those who called for the use of force to end the standoff were resisted, and it was resolved to strengthen the sanctions regime already in place.

I strongly commend this decision. Although attempts at negotiation with the junta in July were unsuccessful, I strongly believe that the successful road to peace and stability in Sierra Leone leads to the negotiating table instead of the battlefield. Sanctions must be given more time to pressure the military junta to give up its quixotic lust for power.

While the United States was among the first to condemn the coup, I urge our Government to continue to seek every opportunity to publicly support democracy in Sierra Leone. Those who would subvert the will of the people in Sierra Leone should have no illusion about the United States position.

The United Nations has already added its voice to international condemnation of the military junta in Freetown. Moreover, the Secretary-General has just appointed a special envoy to Sierra Leone in an attempt to resolve the crisis. I applaud these efforts. I urge the administration to use its influence at the United Nations to initiate a multilateral effort to severely restrict the military junta's ability to purchase arms and fuel. At the same time, I believe it is necessary to try to find a way to address the humanitarian needs of the innocent.

Mr. President, these are very troubled days for democracy in Africa. Although democracy is beginning to blossom in other parts of the world since the end of the cold war, it has yet to firmly take root in the fertile soil of many African nations.

Mr. President, as the rest of the world moves toward integration into the global economy, embracing democracy and liberal economic principles, we must not leave Africa behind. It is imperative that we who have fought for our own freedom, and who enjoy the fruits that democracy offer, continue to support others in their fight for the same. I thank the chair and yield the floor.

#### THE VERY BAD DEBT BOXSCORE

MR. HELMS. Mr. President, at the close of business yesterday, Wednesday, September 10, 1997, the Federal debt stood at \$5,410,105,013,993.47. (Five trillion, four hundred ten billion, one hundred five million, thirteen thousand, nine hundred ninety-three dollars and forty-seven cents)

One year ago, September 10, 1996, the Federal debt stood at \$5,217,211,000,000. (Five trillion, two hundred seventeen billion, two hundred eleven million)

Five years ago, September 10, 1992, the Federal debt stood at \$4,035,342,000,000. (Four trillion, thirty-five billion, three hundred forty-two million)

Ten years ago, September 10, 1987, the Federal debt stood at \$2,355,393,000,000. (Two trillion, three hundred fifty-five billion, three hundred ninety-three million)

Fifteen years ago, September 10, 1982, the Federal debt stood at \$1,110,901,000,000 (One trillion, one hundred ten billion, nine hundred one million) which reflects a debt increase of more than \$4 trillion—\$4,299,204,013,993.47 (Four trillion, two hundred ninety-nine billion, two hundred four million, thirteen thousand, nine hundred ninety-three dollars and forty-seven cents) during the past 15 years.

#### MESSAGES FROM THE HOUSE

##### ENROLLED BILL SIGNED

At 12:03 p.m., a message from the House of Representatives, delivered by Mr. Hays, one of its reading clerks, announced that the Speaker has signed the following enrolled bill:

H.R. 1866. An act to continue favorable treatment for need-based educational aid under the antitrust laws.

The enrolled bill was signed subsequently by the President pro tempore [Mr. THURMOND].

#### MEASURES REFERRED

The following bills, previously received from the House of Representatives for the concurrence of the Senate, were read the first and second times by

unanimous consent and referred as indicated:

H.R. 28. An act to amend the Housing Act of 1949 to extend the loan guarantee program for multifamily rental housing in rural areas; to the Committee on Banking, Housing, and Urban Affairs.

H.R. 103. An act to expedite State reviews of criminal records of applicants for private security officer employment, and for other purposes; to the Committee on the Judiciary.

The following concurrent resolutions, previously received from the House of Representatives for the concurrence of the Senate, were read the first and second times by unanimous consent and referred as indicated:

H. Con. Res. 105. Concurrent resolution expressing the sense of the Congress relating to the elections in Albania scheduled for June 29, 1997; to the Committee on Foreign Relations.

H. Con. Res. 133. Concurrent resolution expressing the sense of the Congress regarding the terrorist bombing in the Jerusalem market on July 30, 1997; to the Committee on Foreign Relations.

#### MEASURE PLACED ON THE CALENDAR

The following measure was read the second time and placed on the calendar:

S. 1160. A bill to provide for educational facilities improvement.

#### EXECUTIVE AND OTHER COMMUNICATIONS

The following communications were laid before the Senate, together with accompanying papers, reports, and documents, which were referred as indicated:

EC 2937. A communication from the Assistant Secretary of State (Legislative Affairs), transmitting, pursuant to law, a rule entitled "Business and Media Visas" received on September 8, 1997; to the Committee on Foreign Relations.

EC 2938. A communication from the Acting General Counsel, Department of Energy, transmitting, pursuant to law, a rule received on August 28, 1997; to the Committee on Energy and Natural Resources.

EC 2939. A communication from the Assistant Secretary of Labor for Pension and Welfare Benefits, transmitting, pursuant to law, a rule entitled "Class Exemption for Collective Investment Fund Conversion Transactions" received on August 13, 1997; to the Committee on Labor and Human Resources.

EC 2940. A communication from the Deputy Executive Director and Chief Operating Officer, Pension Benefit Guaranty Corporation, transmitting, pursuant to law, a rule entitled "Allocation of Assets in Single-Employer Plans" received on September 10, 1997; to the Committee on Labor and Human Resources.

EC 2941. A communication from the Secretary of Health and Human Services, transmitting, pursuant to law, a report entitled "Protecting Workers Exposed to Lead-based Paint Hazards"; to the Committee on Labor and Human Resources.

EC 2942. A communication from the Chief of the Regulations Unit, Internal Revenue Service, Department of the Treasury, transmitting, pursuant to law, the report of Revenue Procedure 97-43; to the Committee on Finance.

EC 2943. A communication from the Chief of the Regulations Unit, Internal Revenue Service, Department of the Treasury, transmitting, pursuant to law, the report of Revenue Ruling 97-39; to the Committee on Finance.

#### PETITIONS AND MEMORIALS

The following petitions and memorials were laid before the Senate and were referred or ordered to lie on the table as indicated:

POM-226. A joint resolution adopted by the Legislature of the State of California; to the Committee on Appropriations.

#### ASSEMBLY JOINT RESOLUTION NO. 11

Whereas, Many of our senior citizens rely on the Congregate Nutrition Services under Subpart 1 (commencing with Section 3030e) of Part C of Subchapter 3 of Chapter 35 of Title 42 of the United States Code, the Older Americans Act, for their main source of nutrition; and

Whereas, Many of our senior citizens rely on the Home Delivered Nutrition Services under Subpart 2 (commencing with Section 3030f) of Part C of Subchapter 3 of Chapter 35 of Title 42 of the United States Code, the Older Americans Act, for their only source of nutrition; and

Whereas, In many cases, the delivery person may be the only person who sees the senior citizen daily, and that person also serves as a resource for other needs that the senior citizen may have; and

Whereas, Delivered meals to a home-bound senior citizen is very cost-effective, since nutrition is basic to maintaining health and life; and

Whereas, Without home-delivered meals to home-bound seniors, they are forced into higher levels of care and the residential and skilled nursing facilities that those seniors are moved to cost much more; and

Whereas, Most of the cost of care in residential homes and skilled nursing facilities are passed on to the state and the federal government; and

Whereas, The means by which lowest cost under which care may be provided is to maintain these senior citizens in their own homes; now, therefore, be it

*Resolved by the Assembly and Senate of the State of California, jointly,* That the Legislature of the State of California respectfully memorializes the President and the Congress of the United States to maintain current levels of funding of Congregate Nutrition Services under Subpart 1 (commencing with Section 3030e) of Part C of Subchapter 3 of Chapter 35 of Title 42 of the United States Code, and Home Delivered Nutrition Services under Subpart 2 (commencing with Section 3030f) of Subchapter 3 of Chapter 35 of Title 42 of the United States Code; and be it further

*Resolved,* That the Legislature of the State of California respectfully memorializes the President and the Congress of the United States to index annual cost-of-living increases in funding for Congregate Nutrition Services and Home Delivered Nutrition Services; and be it further

*Resolved,* That the Chief Clerk of the Assembly transmit copies of this resolution to the President and Vice President of the United States, to the Speaker of the House of Representatives, and to each Senator and Representative from California in the Congress of the United States.

#### REPORTS OF COMMITTEES

The following reports of committees were submitted:

By Mr. MURKOWSKI, from the Committee on Energy and Natural Resources, without amendment:

S. 360. A bill to require adoption of a management plan for the Hells Canyon National Recreation Area that allows appropriate use of motorized and nonmotorized river craft in the recreation area, and for other purposes (Rept. No. 105-78).

By Mr. MURKOWSKI, from the Committee on Energy and Natural Resources, without amendment:

S. 590. A bill to provide for a land exchange involving certain land within the Routt National Forest in the State of Colorado (Rept. No. 105-79).

By Mr. MURKOWSKI, from the Committee on Energy and Natural Resources, with an amendment in the nature of a substitute:

S. 783. A bill to increase the accessibility of the Boundary Waters Canoe Area Wilderness, and for other purposes (Rept. No. 105-80).

#### EXECUTIVE REPORTS OF COMMITTEES

The following executive reports of committees were submitted:

By Mr. ROTH, from the Committee on Finance:

Olivia A. Golden, of the District of Columbia, to be Assistant Secretary for Family Support, Department of Health and Human Services.

Kenneth S. Apfel, of Maryland, to be Commissioner of Social Security for the term expiring January 19, 2001. (New Position)

Gary Gensler, of Maryland, to be an Assistant Secretary of the Treasury.

Nancy Killefer, of Florida, to be Chief Financial Officer, Department of the Treasury.

Nancy-Ann Minn Deparle, of Tennessee, to be Administrator of the Health Care Financing Administration.

David A. Lipton, of Massachusetts, to be an Under Secretary of the Treasury.

Timothy F. Geithner, of New York, to be a Deputy Under Secretary of the Treasury.

(The above nominations were reported with the recommendation that they be confirmed, subject to the nominees' commitment to respond to requests to appear and testify before any duly constituted committee of the Senate.)

#### INTRODUCTION OF BILLS AND JOINT RESOLUTIONS

The following bills and joint resolutions were introduced, read the first and second time by unanimous consent, and referred as indicated:

By Mr. ALLARD:

S. 1162. A bill to amend the Controlled Substances Act and the Controlled Substances Import and Export Act with respect to penalties for powder cocaine and crack offenses; to the Committee on the Judiciary.

By Mr. BRYAN:

S. 1163. A bill to amend the Truth in Lending Act to prohibit the distribution of any negotiable check or other instrument with any solicitation to a consumer by a creditor to open an account under any consumer credit plan or to engage in any other credit transaction which is subject to that Act, and for other purposes; to the Committee on Banking, Housing, and Urban Affairs.

By Mr. ABRAHAM (for himself, Mr. FEINGOLD, Mr. HUTCHINSON, Mr. COVERDELL, Mr. DEWINE, Mr. ASHCROFT, Mr. BROWNBACK, Mr. MACK, and Mr. HELMS):

S. 1164. A bill to state a policy of the United States that engages the People's Republic of China in areas of mutual interest promotes human rights, religious freedom, and democracy in China, and enhances the national security interests of the United States with respect to China, and for other purposes; to the Committee on Foreign Relations.

By Mr. GRASSLEY:

S. 1165. A bill to apply rules regarding the conduct of meetings and record-keeping under the Federal Advisory Committee Act to the Social Security Advisory Board and for other purposes; to the Committee on Finance.

By Mr. CAMPBELL:

S. 1166. A bill to prevent Federal agencies from pursuing policies of unjustifiable non-acquiescence in, and relitigation of, precedents established in the Federal judicial circuits; to the Committee on the Judiciary.

By Mr. INOUE (for himself and Mr. AKAKA):

S. 1167. A bill to amend the Tariff Act of 1930 to clarify the method for calculating cost of production for purposes of determining antidumping margins; to the Committee on Finance.

By Mr. LEVIN:

S. 1168. A bill for the relief of Retired Sergeant First Class James D. Benoit, Wan Sook Benoit, and the estate of David Benoit, and for other purposes; to the Committee on the Judiciary.

By Mr. REED:

S. 1169. A bill to establish professional development partnerships to improve the quality of America's teachers and the academic achievement of students in the classroom, and for other purposes; to the Committee on Labor and Human Resources.

By Ms. SNOWE:

S. 1170. A bill to establish a training voucher system, and for other purposes; to the Committee on Labor and Human Resources.

By Ms. MOSELEY-BRAUN:

S. 1171. A bill for the relief of Janina Altigracia Castillo-Rojas and her husband, Diogenes Patricio Rojas; to the Committee on the Judiciary.

## SUBMISSION OF CONCURRENT AND SENATE RESOLUTIONS

The following concurrent resolutions and Senate resolutions were read, and referred (or acted upon), as indicated:

By Mr. HOLLINGS (for himself and Mr. ABRAHAM):

S. Con. Res. 52. A concurrent resolution relating to maintaining the current standard behind the "Made in USA" label, in order to protect consumers and jobs in the United States; to the Committee on Commerce, Science, and Transportation.

## STATEMENTS ON INTRODUCED BILLS AND JOINT RESOLUTIONS

By Mr. ALLARD:

S. 1162. A bill to amend the Controlled Substances Act and the Controlled Substances Import and Export Act with respect to penalties for powder cocaine and crack offenses; to the Committee on the Judiciary.

THE POWDER-CRACK COCAINE PENALTY  
EQUALIZATION ACT OF 1997

Mr. ALLARD. Mr. President, today I rise to address one of the most longstanding and racially sensitive disputes in the criminal justice system. I am in-

roducing legislation to equalize the criminal penalties for offenses involving crack and powder cocaine.

Under current law, a seller of 5 grams of crack cocaine receives the same mandatory 5-year prison term as a seller of 500 grams of powder cocaine.

That disparity between penalties has been scrutinized by the U.S. Sentencing Commission, Congress, and the Clinton administration for the last several years. Although many solutions have called for narrowing the gap in penalties, these recommendations don't go far enough. Instead of equalizing the penalties, they only narrow the disparity in sentencing for powder versus crack cocaine by altering the ratio from 5 to 1 instead of the current 100 to 1.

Additional recommendations have called for lessening the penalty for crack dealers, bringing it closer to the lax penalties applied to powder offenders.

My legislation rejects the hollow solution of lowering the penalty for crack to make it equal to powder cocaine penalties. The fact is that 90 percent of those convicted of dealing crack are African-Americans, while the majority of powder cocaine offenders are white.

Raising the powder cocaine penalties to that of crack will help alleviate the perception of unfairness and racial bias in sentencing. But reducing the penalties for crack cocaine would only increase violent crime and harm those which the law is seeking to help.

Statistics remind us that cocaine addiction continues to plague our society. According to the Partnership for a Drug Free America, 1 out of every 10 babies born in the United States is born addicted to drugs, and most are addicted to crack cocaine. Crime exploded between 1985 and 1990, the years crack was introduced. In fact, violent crime went up 37 percent in 1990 and aggravated assaults increased 43 percent. Partly because of crack cocaine, more teens in this country now die of gunshot wounds than all natural causes combined. Lowering sentences on crack cocaine would be devastating to the progress we have made in fighting the drug war.

During the 1980's, Congress legislated steep consequences for crack cocaine.

The crack epidemic spread across our Nation—and it warranted several drastic legal reforms. We saw the destruction wrought on entire communities by this cheap and highly addictive form of cocaine and realized that tough penalties were needed to restrict its availability.

These tougher sentences were needed, but the problem we are seeing today is that powder cocaine sentences were set before the crack epidemic began and do not reflect the influence powder has had on crime and drug trafficking.

This bill provides a twofold solution: It corrects the inequality in penalties which has contributed to the perceived race bias in sentencing; while at the

same time stiffening the penalty for powder cocaine offenses, which are currently far too lenient.

In light of the numerous proposals introduced to correct this problem, I encourage my colleagues to contemplate the alternatives and consider how justice is served in this matter. Maintaining the current ratio is allowing a wrongful disparity in penalties to continue. Congress must act now to correct this injustice.

By Mr. BRYAN:

S. 1163. A bill to amend the Truth in Lending Act to prohibit the distribution of any negotiable check or other instrument with any solicitation to a consumer by a creditor to open an account under any consumer credit plan or to engage in any other credit transaction which is subject to that Act, and for other purposes; to the Committee on Banking, Housing, and Urban Affairs.

THE UNSOLICITED LOAN CONSUMER PROTECTION  
ACT

Mr. BRYAN. Mr. President, I rise today to introduce legislation that will protect consumers from a new, egregious banking practice that gives new meaning to the old expression, "The check's in the mail."

This practice involves financial institutions sending unsolicited checks to consumers, some of whom have no prior relationship with the financial institution at all. These checks in fact obligate the recipient to a loan with interest rates as high as 25 percent.

I invite my colleagues' attention to a format that is frequently used. This check is sent in a window envelope in which the recipient sees his or her name, opens it up and believes that indeed a check has been sent to him or to her.

What may at first appear to be penalties from Heaven is in reality a loan backed by exorbitant interest rates and punitive loan terms, but these details are only found in the fine print often on the back of the check.

While only a few banks are engaged in this practice, it is nevertheless a growing practice and needs to be stopped before it gets completely out of hand. For example, one bank has booked \$1 billion of these unsolicited loans in a period of 18 months.

At a time when personal bankruptcies are at an all-time high—many attribute that to easy credit-card debt—the practice in which consumers are enticed into taking a loan that they really have not sought should concern all Americans.

I fear for the long-term consequence of these loans should the economy take a sudden downturn and these loans are left in default.

The bottom line, Mr. President, is loans should only be issued when an application has been made and approved, with the consumer fully understanding the terms of the loan. In the case of these loans, all the pertinent information consumers need to know about

fees, charges, interest rates is in microscopic print and most frequently on the back of the check itself.

Mr. President, banks are trying the patience of the American consumer with their ever increasing use of fees and questionable market practices.

My State of Nevada has gone through a series of bank mergers that have left customers frustrated and confused. Service has been downgraded, accounts lost and fees increased. According to one report, the number of types of fees charged by banks increased from 96 to 250 while the banking industry itself continues to earn record profits—surpassing \$50 billion.

These unsolicited checks are setting rates right up against the usury ceilings with some carrying rates as high as 25 percent. Adding insult to injury, these checks are targeted to people who can least afford to pay these exorbitant rates but are easily tempted by the lure of easy money.

Mr. President, I want to commend Congressmen HINCHEY and GONZALEZ in the House for raising this issue. I look forward to the Banking Committee holding hearings on this important legislation. The distinguished chairman of the subcommittee has indicated that it is his intention to hold hearings on this issue. I look forward to processing this legislation as quickly as possible.

By Mr. ABRAHAM (for himself,  
Mr. FEINGOLD, Mr. HUTCHINSON,  
Mr. COVERDELL, Mr. DEWINE,  
Mr. ASHCROFT, Mr. BROWNBAC,  
Mr. MACK, and Mr. HELMS):

S. 1164. A bill to state a policy of the United States that engages the People's Republic of China in areas of mutual interest, promotes human rights, religious freedom, and democracy in China, and enhances the national security interests of the United States with respect to China, and for other purposes; to the Committee on Foreign Relations.

#### CHINA POLICY ACT OF 1997

Mr. ABRAHAM. Mr. President, I rise today to introduce the China Policy Act of 1997. Cosponsors of this legislation include Senators FEINGOLD, HUTCHINSON, COVERDELL, DEWINE, ASHCROFT, BROWNBAC, MACK, and HELMS.

Now is the time, Mr. President, to take a closer look at our relations with the People's Republic of China. Preparations are underway for the October 28 state visit of Chinese President Jiang Zemin. The President will be feted, toasted, and praised. Meanwhile, Wei Jingsheng rots in a Beijing prison, serving out a 14-year sentence for the crime of peacefully advocating democracy and other political reforms.

This contrast, in my view, points up the current crisis in United States-China relations. For too long now, this administration has put process over substance, holding repeated meetings and discussions with Chinese leaders, but failing to set and hold to a concrete agenda addressing critical issues of human rights and religious freedom, as well as nuclear and other weapons proliferation.

There is much of substance to work out with Chinese leaders, Mr. President. To begin with, China's record of human rights abuses and repression of religious faith is long and disturbing. Women pregnant with their second or third child have been coerced into abortions. Peaceful advocates of democracy and political reforms have been sentenced to long terms in prisons where they have been beaten, tortured, and denied needed medical care. Religious meeting places have been forcibly closed. Tibetan monks refusing to condemn their religious leader, the Dalai Lama, have been forced from their monasteries; some of their leaders have disappeared.

President Clinton knows full well about these abuses. His own State Department just released a report on human rights in China which states that in 1996 "The Government continued to commit widespread and well-documented human rights abuses, in violation of internationally accepted norms, stemming from the authorities' intolerance of dissent, fear of unrest, and the absence or inadequacy of laws protecting basic freedoms." America cannot allow these abuses of fundamental human rights to continue unopposed.

Our own national security also demands that we take a firmer, more substantive stance in our dealings with China. Although China signed the Nuclear Non-Proliferation Treaty and agreed to abide by the terms of the missile technology control regime in 1992, violations of both agreements continue. Especially worrisome are Chinese sales of weapons technology to Pakistan, Iran, and other countries in the Middle East.

Chinese weapons exports also have more directly threatened Americans here on United States soil. Companies associated with the People's Liberation Army [PLA] have been caught attempting to sell smuggled assault weapons to street gangs in Los Angeles.

Mr. President, I am not advocating any rash response to these provocations. China is an important nation with the potential to take part in mutually beneficial commerce and diplomatic cooperation, or destabilize a number of important strategic areas. In my view our disagreements with China call for development of incentives and disincentives designed to steer that country toward internal liberalization and constructive participation in the international community.

Up until now, debates over American policy toward China have focused almost exclusively on the annual extension of that country's most-favored-nation trading status [MFN]. Both sides in this debate have highlighted legitimate issues calling for reasoned argument. But, now that Congress has renewed MFN, it is imperative that we address broader United States-China relations, lest China policy be relegated to the back pages for another year.

I firmly believe, Mr. President, that Congress and the President can put

United States-Chinese relations on a course toward substantive progress by taking concrete action now. That is why I am introducing the China Policy Act of 1997. This legislation is designed to discourage the Chinese regime from oppressive internal policies and destabilizing actions contrary to United States national security, while advancing American values of freedom and human rights among the Chinese people. It represents a consensus view reached among proponents on both sides of the MFN question. It combines provisions of China-related bills and amendments authored by myself and Senators FEINGOLD, ASHCROFT, DEWINE, COVERDELL, and BROWNBAC. I would like to extend special thanks to Senator FEINGOLD for strengthening the human rights focus of the bill.

This legislation includes a number of sanctions aimed at Chinese leaders intended to express our dismay at recent human rights abuses. First, the bill would deny American visas to high ranking Chinese Government officials involved in political and religious persecution. The bill also would require United States representatives at multilateral development banks to vote "no" on all loans to China, except those related to famine, national disaster relief, and environmental protection. This last provision also puts into practice the important principle that United States taxpayers should not be forced to subsidize the Chinese Government.

In addition, Mr. President, the bill would institute targeted sanctions against PLA companies found to have engaged in weapons proliferation, illegal importation of weapons to the United States or military or political espionage in the United States. The U.S. Government also would publish a list of other PLA-controlled companies. This would allow American companies and consumers to decide whether they wish to purchase products manufactured in whole or in part by the Communist Chinese army. The bill also takes direct aim at China's use of slave labor by instituting stricter enforcement of the ban against sale of Chinese products produced in prison labor camps.

These sanctions, specifically aimed at government officials and the Chinese Governmental apparatus, will show our determination to stand up and defend human rights and religious freedom.

This legislation also would tighten United States export licensing requirements for supercomputers sold to China. This will impede Chinese weapons development and proliferation.

In addition to its sanctions, the bill includes provisions to encourage internal reforms and cultural exchanges between our two countries. It would increase funding for international broadcasting to China, including Radio Free Asia and the Voice of America. I also

would increase funding for National Endowment for Democracy and U.S. Information Agency student, cultural, and legislative exchange programs.

These concrete actions would make clear to the Chinese leadership that there is a price to be paid for human rights abuses and for irresponsible weapons proliferation. They also would encourage greater openness in that country, without penalizing the Chinese people for the actions of their Government. They would provide the basis for substantive negotiations and a productive relationship with China.

It is my hope that my colleagues will adopt these measures, and that the President will seize the opportunity to set our policy on a new, more productive course.

Mr. President, I ask unanimous consent that a summary and the full text of the China Policy Act of 1997 be printed in the RECORD.

There being no objection, the bill and summary were ordered to be printed in the RECORD, as follows:

S. 1164

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

#### SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

(a) SHORT TITLE.—This Act may be cited as the "China Policy Act of 1997".

(b) TABLE OF CONTENTS.—The table of contents of this Act is as follows:

- Sec. 1. Short title; table of contents.
- Sec. 2. Declaration of policy.

#### TITLE I—SANCTIONS

- Sec. 101. Denial of entry into United States of certain officials of the People's Republic of China.
- Sec. 102. Limitations on multilateral assistance for the People's Republic of China.
- Sec. 103. Sanctions regarding China North Industries Group, China Poly Group, and certain other entities affiliated with the People's Liberation Army.
- Sec. 104. Consultations with allies regarding sanctions against the People's Republic of China.
- Sec. 105. Termination of certain authorities.

#### TITLE II—HUMAN RIGHTS, RELIGIOUS FREEDOM, AND DEMOCRACY IN CHINA

- Sec. 201. Findings on human rights abuses in the People's Republic of China.
- Sec. 202. Findings on religious freedom in the People's Republic of China.
- Sec. 203. Findings on Tibet.
- Sec. 204. Findings on coercive family planning practices in the People's Republic of China.
- Sec. 205. Combating slave labor and "reeducation" centers.
- Sec. 206. International broadcasting to China.
- Sec. 207. National Endowment for Democracy.
- Sec. 208. United States Information Agency student, cultural, and legislative exchange programs.
- Sec. 209. Annual reports on family planning activities in the People's Republic of China by recipients of United States funds.
- Sec. 210. Sense of Congress regarding multilateral efforts to address China's human rights record.
- Sec. 211. Sense of Congress regarding compliance by the People's Republic of China with the Joint Declaration on Hong Kong.

#### TITLE III—NATIONAL SECURITY MATTERS

- Sec. 301. Findings on the proliferation of ballistic missiles by the People's Republic of China.
- Sec. 302. Findings on the proliferation of weapons of mass destruction by the People's Republic of China.
- Sec. 303. Findings on the proliferation of destabilizing advanced conventional weapons by the People's Republic of China.
- Sec. 304. Findings on the evasion of United States export control laws by the People's Republic of China.
- Sec. 305. Findings on the inconsistent application of United States export control laws to the People's Republic of China and Hong Kong.
- Sec. 306. Exports of supercomputers to the People's Republic of China.
- Sec. 307. Dual-use exports to Hong Kong.
- Sec. 308. Enforcement of Iran-Iraq Arms Non-Proliferation Act with respect to the People's Republic of China.
- Sec. 309. Transfers of sensitive equipment and technology by the People's Republic of China.
- Sec. 310. Annual reports on activities of the People's Liberation Army.
- Sec. 311. Annual reports on intelligence activities of the People's Republic of China.
- Sec. 312. Study of theater ballistic missile defense system for Taiwan.
- Sec. 313. Sense of Congress regarding United States force levels in Asia.
- Sec. 314. Sense of Congress regarding establishment of commission on security and cooperation in Asia.

#### TITLE IV—TRADE

- Sec. 401. Sense of Congress regarding the accession of Taiwan to the World Trade Organization.

#### TITLE V—HUMAN RIGHTS AND RELIGIOUS FREEDOM WORLDWIDE

- Sec. 501. Training for immigration officers regarding religious persecution.
- Sec. 502. Promotion of religious freedom and human rights worldwide.

#### TITLE VI—OTHER MATTERS

- Sec. 601. Termination of United States assistance for East-West Center.

#### SEC. 2. DECLARATION OF POLICY.

The policy of the United States with respect to the People's Republic of China is as follows:

(1) To encourage freedom and democracy in the People's Republic of China and to deter the Government of the People's Republic of China from engaging in activities that are contrary to the national security interests of the United States.

(2) To encourage the Government of the People's Republic of China to make progress towards improving overall human rights conditions in China and Tibet, including the taking of concrete steps to assure freedom of speech, freedom of religion, and freedom of association in compliance with international standards on human rights.

(3) To encourage the Government of the People's Republic of China to channel its emerging power and influence along paths that are conducive to peace, stability, and development in the Asian Pacific region.

(4) To preserve and protect the national security interests of the United States and its allies by—

(A) deterring the proliferation of weapons and sensitive equipment and technology by the Government of the People's Republic of China; and

(B) sanctioning companies affiliated with the People's Liberation Army that engage in

the proliferation of weapons of mass destruction, the importation of illegal weapons or firearms into the United States, or espionage in the United States.

(5) To support a strong United States presence in and commitment to the leadership of the Asian Pacific region.

(6) To support integration of the People's Republic of China into the community of nations.

(7) To limit the use of United States taxpayer funds for the subsidization of the Government of the People's Republic of China through such mechanisms as assistance through multilateral development banks and other United States Government programs.

#### TITLE I—SANCTIONS

##### SEC. 101. DENIAL OF ENTRY INTO UNITED STATES OF CERTAIN OFFICIALS OF THE PEOPLE'S REPUBLIC OF CHINA.

(a) DENIAL OF ENTRY.—Except as provided in subsection (b), the Secretary of State may not issue any visa to, and the Attorney General may not admit to the United States, any of the following officials of the Government of the People's Republic of China:

(1) High-ranking officials of the People's Liberation Army, as determined by the Secretary.

(2) High-ranking officials of the Public Security Bureau, as so determined.

(3) High-ranking officials of the Religious Affairs Bureau, as so determined.

(4) Other high-ranking officials determined by the Secretary to be involved in the implementation or enforcement of laws and directives of the People's Republic of China which restrict religious freedom.

(5) High-ranking officials determined by the Secretary to be involved in the implementation or enforcement of laws and directives of the People's Republic of China on family planning.

(6) Officials determined by the Secretary to have been materially involved in ordering or carrying out the massacre of students in Tiananmen Square in 1989.

(b) WAIVER.—

(1) IN GENERAL.—Subject to paragraph (2), the President may waive the applicability of subsection (a) with respect to any official otherwise covered by that subsection if the President determines that the waiver with respect to the official is in the interests of the United States.

(2) NOTICE.—

(A) REQUIREMENT.—The President may not exercise the authority provided in paragraph (1) with respect to an official unless the President submits to Congress a written notification of the exercise of the authority before the entry of the official into the United States.

(B) CONTENTS.—Each notice shall include a justification of the exercise of the authority, including—

(i) a statement why the exercise of the authority is in the interests of the United States; and

(ii) a statement why such interests supersede the need for the United States to deny entry to the official concerned in response to the practices of the Government of the People's Republic of China which limit the free exercise of religion and other human rights.

##### SEC. 102. LIMITATIONS ON MULTILATERAL ASSISTANCE FOR THE PEOPLE'S REPUBLIC OF CHINA.

(a) INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT.—

(1) OPPOSITION TO ASSISTANCE.—

(A) OPPOSITION.—Except as provided in subparagraph (B), the Secretary of the Treasury shall instruct the United States Executive Director of the International Bank for Reconstruction and Development to vote against any loan or other utilization of the

funds of the Bank to or for the People's Republic of China.

(B) EXCEPTION.—Subparagraph (A) shall not apply to any loan or other utilization of funds for purposes of—

- (i) meeting basic human needs; or
- (ii) environmental improvements or safeguards.

(2) OPPOSITION TO MODIFICATION OF SINGLE COUNTRY LOAN LIMIT.—The Secretary shall instruct the United States Executive Director of the International Bank for Reconstruction and Development to vote against any modification of the limitation on the share of the total funds of the Bank that may be loaned to a single country.

(b) ASIAN DEVELOPMENT BANK.—

(1) OPPOSITION TO ASSISTANCE.—Except as provided in paragraph (2), the Secretary shall instruct the United States Director of the Asian Development Bank to vote against any loan or other utilization of the funds of the Bank to or for the People's Republic of China.

(2) EXCEPTION.—Paragraph (1) shall not apply to any loan or other utilization of funds for purposes of—

- (A) meeting basic human needs; or
- (B) environmental improvements or safeguards.

(c) INTERNATIONAL MONETARY FUND.—

(1) OPPOSITION TO ASSISTANCE.—Except as provided in paragraph (2), the Secretary shall instruct the United States Executive Director of the International Monetary Fund to vote against any loan or other utilization of the funds of the Fund to or for the People's Republic of China.

(2) EXCEPTION.—Paragraph (1) shall not apply to any loan or other utilization of funds for purposes of—

- (A) meeting basic human needs; or
- (B) environmental improvements or safeguards.

(d) BASIC HUMAN NEEDS DEFINED.—In this section, the term "basic human needs" refers to human needs arising from natural disasters or famine.

**SEC. 103. SANCTIONS REGARDING CHINA NORTH INDUSTRIES GROUP, CHINA POLY GROUP, AND CERTAIN OTHER ENTITIES AFFILIATED WITH THE PEOPLE'S LIBERATION ARMY.**

(a) FINDING; PURPOSE.—

(1) FINDING.—Congress finds that, in May 1996, United States authorities caught representatives of the People's Liberation Army enterprise, China Poly Group, and the civilian defense industrial company, China North Industries Group, attempting to smuggle 2,000 AK-47s into Oakland, California, and offering to sell to Federal undercover agents 300,000 machine guns with silencers, 66-millimeter mortars, hand grenades, and "Red Parakeet" surface-to-air missiles, which, as stated in the criminal complaint against one of those representatives, "... could take out a 747" aircraft.

(2) PURPOSE.—The purpose of this section is to impose targeted sanctions against entities affiliated with the People's Liberation Army that engage in the proliferation of weapons of mass destruction, the importation of illegal weapons or firearms into the United States, or espionage in the United States.

(b) SANCTIONS AGAINST CERTAIN PLA AFFILIATES.—

(1) SANCTIONS.—Except as provided in paragraph (2) and subject to paragraph (3), the President shall—

(A) prohibit the importation into the United States of all products that are produced, grown, or manufactured by a covered entity, the parent company of a covered entity, or any affiliate, subsidiary, or successor entity of a covered entity;

(B) direct the Secretary of State and the Attorney General to deny or impose restric-

tions on the entry into the United States of any foreign national serving as an officer, director, or employee of a covered entity or other entity described in subparagraph (A);

(C) prohibit the issuance to a covered entity or other entity described in subparagraph (A) of licenses in connection with the export of any item on the United States Munitions List;

(D) prohibit the export to a covered entity or other entity described in subparagraph (A) of any goods or technology on which export controls are in effect under section 5 or 6 of the Export Administration Act of 1979;

(E) direct the Export-Import Bank of the United States not to give approval to the issuance of any guarantee, insurance, extension of credit, or participation in the extension of credit with respect to a covered entity or other entity described in subparagraph (A);

(F) prohibit United States nationals from directly or indirectly issuing any guarantee for any loan or other investment to, issuing any extension of credit to, or making any investment in a covered entity or other entity described in subparagraph (A); and

(G) prohibit the departments and agencies of the United States and United States nationals from entering into any contract with a covered entity or other entity described in subparagraph (A) for the procurement or other provision of goods or services from such entity.

(2) EXCEPTIONS.—

(A) IN GENERAL.—The President shall not impose sanctions under this subsection—

(i) in the case of the procurement of defense articles or defense services—

(I) under contracts or subcontracts that are in effect on October 1, 1997 (including the exercise of options for production quantities to satisfy United States operational military requirements);

(II) if the President determines that the person or entity to whom the sanctions would otherwise be applied is a sole source supplier of essential defense articles or services and no alternative supplier can be identified; or

(III) if the President determines that such articles or services are essential to the national security; or

(ii) in the case of—

(I) products or services provided under contracts or binding agreements (as such terms are defined by the President in regulations) or joint ventures entered into before October 1, 1997;

(II) spare parts;

(III) component parts that are not finished products but are essential to United States products or production;

(IV) routine servicing and maintenance of products; or

(V) information and technology products and services.

(B) IMMIGRATION RESTRICTIONS.—The President shall not apply the restrictions described in paragraph (1)(B) to a person described in that paragraph if the President, after consultation with the Attorney General, determines that the presence of the person in the United States is necessary for a Federal or State judicial proceeding against a covered entity or other entity described in paragraph (1)(A).

(3) TERMINATION.—The sanctions under this subsection shall terminate as follows:

(A) In the case of an entity referred to in paragraph (1) or (2) of subsection (c), on the date that is one year after the date of enactment of this Act.

(B) In the case of an entity that becomes a covered entity under paragraph (3) or (4) of subsection (c) by reason of its identification in a report under subsection (d), on the date

that is one year after the date on which the entity is identified in such report.

(c) COVERED ENTITIES.—For purposes of subsection (b), a covered entity is any of the following:

(1) China North Industries Group.

(2) China Poly Group, also known as Polytechnologies Incorporated or BAOLI.

(3) Any affiliate of the People's Liberation Army identified in a report of the Director of Central Intelligence under subsection (d)(1).

(4) Any affiliate of the People's Liberation Army identified in a report of the Director of the Federal Bureau of Investigation under subsection (d)(2).

(d) REPORTS ON ACTIVITIES OF PLA AFFILIATES.—

(1) TRANSFERS OF SENSITIVE ITEMS AND TECHNOLOGIES.—Not later than 30 days after the date of enactment of this Act and annually thereafter through 2002, the Director of Central Intelligence shall submit to the appropriate members Congress a report that identifies each entity owned wholly or in part by the People's Liberation Army which, during the 2-year period ending on the date of the report, transferred to any other entity a controlled item for use in the following:

(A) Any item listed in category I or category II of the MTCR Annex.

(B) Activities to develop, produce, stockpile, or deliver chemical or biological weapons.

(C) Nuclear activities in countries that do not maintain full-scope International Atomic Energy Agency safeguards or equivalent full-scope safeguards.

(2) ILLEGAL ACTIVITIES IN THE UNITED STATES.—Not later than 30 days after the date of enactment of this Act and annually thereafter through 2002, the Director of the Federal Bureau of Investigation shall submit to the appropriate members Congress a report that identifies each entity owned wholly or in part by the People's Liberation Army which, during the 2-year period ending on the date of the report, attempted to—

(A) illegally import weapons or firearms into the United States; or

(B) engage in military intelligence collection or espionage in the United States under the cover of commercial business activity.

(3) FORM.—Each report under this subsection shall be submitted in classified form.

(e) DEFINITIONS.—In this section:

(1) AFFILIATE.—The term "affiliate" does not include any United States national engaged in a business arrangement with a covered entity or other entity described in subsection (b)(1)(A).

(2) APPROPRIATE MEMBERS OF CONGRESS.—The term "appropriate members of congress" means the following:

(A) The Majority leader and Minority leader of the Senate.

(B) The chairmen and ranking members of the Committee on Foreign Relations and the Committee on Armed Services of the Senate.

(C) The Speaker and Minority leader of the House of Representatives.

(D) The chairmen and ranking members of the Committee on International Relations and the Committee on National Security of the House of Representatives.

(3) COMPONENT PART.—The term "component part" means any article that is not usable for its intended function without being embedded or integrated into any other product and, if used in the production of a finished product, would be substantially transformed in that process.

(4) CONTROLLED ITEM.—The term "controlled item" means the following:

(A) Any item listed in the MTCR Annex.

(B) Any item listed for control by the Australia Group.

(C) Any item relevant to the nuclear fuel cycle of nuclear explosive applications that



are listed for control by the Nuclear Suppliers Group.

(5) **FINISHED PRODUCT.**—The term “finished product” means any article that is usable for its intended function without being embedded in or integrated into any other product, but does not include an article produced by a person or entity other than a covered entity or other entity described in subsection (b)(1)(A) that contains parts or components of such an entity if the parts or components have been substantially transformed during production of the finished product.

(6) **INVESTMENT.**—The term “investment” includes any contribution or commitment of funds, commodities, services, patents, processes, or techniques, in the form of—

- (A) a loan or loans;
- (B) the purchase of a share of ownership;
- (C) participation in royalties, earnings, or profits; and
- (D) the furnishing of commodities or services pursuant to a lease or other contract, but does not include routine maintenance of property.

(7) **MTCR ANNEX.**—The term “MTCR Annex” has the meaning given that term in section 74(4) of the Arms Export Control Act (22 U.S.C. 2797c(4)).

(8) **UNITED STATES NATIONAL.**—

(A) **IN GENERAL.**—The term “United States national” means—

- (i) any United States citizen; and
- (ii) any corporation, partnership, or other organization created under the laws of the United States, any State, the District of Columbia, or any territory or possession of the United States.

(B) **EXCEPTION.**—The term “United States national” does not include a subsidiary or affiliate of corporation, partnership, or organization that is a United States national if the subsidiary or affiliate is located outside the United States.

#### **SEC. 104. CONSULTATIONS WITH ALLIES REGARDING SANCTIONS AGAINST THE PEOPLE'S REPUBLIC OF CHINA.**

(a) **SENSE OF CONGRESS.**—It is the sense of Congress that the President should begin consultations with the major allies and other trading partners of the United States in order to encourage such allies and trading partners to adopt sanctions against the People's Republic of China that are similar to the sanctions imposed on the People's Republic of China by section 102.

(b) **REPORT.**—Not later than 45 days after the completion of the first Group of Seven summit meeting after the date of enactment of this Act, the President shall submit to Congress a report on the results, if any, of consultations referred to in subsection (a).

#### **SEC. 105. TERMINATION OF CERTAIN AUTHORITIES.**

(a) **TERMINATION DATE.**—Sections 101 and 102 shall cease to apply at the end of the five-year period beginning on the date of enactment of this Act.

(b) **SENSE OF CONGRESS ON REVIEW.**—It is the sense of Congress that Congress should review the desirability of terminating the sanctions in this title before the date on which the sanctions would otherwise terminate under this title upon the occurrence of any of the following events:

(1) The admission of the People's Republic of China into the World Trade Organization on commercially viable terms.

(2) A determination by the President that the Government of the People's Republic of China is implementing fully all applicable international agreements relating to the proliferation of arms.

(3) A determination by the President that the Government of the People's Republic of China is actively and effectively combatting all forms of religious persecution in China.

(4) A determination by the President that the Government of the People's Republic of China is reevaluating in a meaningful manner its actions regarding the massacre of students in Tiananmen Square in 1989.

(5) The publication by the Government of the People's Republic of China of a report on the national security strategy of that government which includes a comprehensive description and discussion of the elements of that strategy similar to the description and discussion of the national security strategy of the United States in the annual report required by section 108 of the National Security Act of 1947 (50 U.S.C. 404a).

(6) A determination by the President that the Government of the People's Republic of China has taken meaningful actions toward improving overall human rights conditions in China and Tibet, including the release of political prisoners, improving prison conditions, providing prisoners with adequate medical care, and full compliance with any international human rights accords to which that government is a signatory.

#### **TITLE II—HUMAN RIGHTS, RELIGIOUS FREEDOM, AND DEMOCRACY IN CHINA** **SEC. 201. FINDINGS ON HUMAN RIGHTS ABUSES IN THE PEOPLE'S REPUBLIC OF CHINA.**

Congress makes the following findings regarding human rights abuses in the People's Republic of China:

(1) Congress concurs in the following conclusions of the Department of State regarding human rights in the People's Republic of China in 1996:

(A) The People's Republic of China is “an authoritarian state” in which “citizens lack the freedom to peacefully express opposition to the party-led political system and the right to change their national leaders or form of government”.

(B) The Government of the People's Republic of China has “continued to commit widespread and well documented human rights abuses, in violation of internationally accepted norms, stemming from the authorities’ intolerance of dissent, fear of unrest, and the absence or inadequacy of laws protecting basic freedoms”.

(C) “Abuses include torture and mistreatment of prisoners, forced confessions, and arbitrary and incommunicado detention”.

(D) “Prison conditions remained harsh [and] [t]he Government continued severe restrictions on freedom of speech, the press, assembly, association, religion, privacy, and worker rights”.

(E) “Although the Government denies that it holds political prisoners, the number of persons detained or serving sentences for ‘counterrevolutionary crimes’ or ‘crimes against the state’ and for peaceful political or religious activities are believed to number in the thousands”.

(F) “Non-approved religious groups, including Protestant and Catholic groups . . . experienced intensified repression”.

(G) “Serious human rights abuses persist in minority areas, including Tibet, Xinjiang, and Inner Mongolia [, and] [c]ontrols on religion and other fundamental freedoms in these areas have also intensified”.

(H) “Overall in 1996, the authorities stepped up efforts to cut off expressions of protest or criticism. All public dissent against the party and government was effectively silenced by intimidation, exile, the imposition of prison terms, administrative detention, or house arrest. No dissidents were known to be active at year’s end.”.

(2) People's Republic of China authorities continue to hold Wei Jingsheng in prison for his prodemocracy beliefs, and he is suffering in prison from a lack of medical attention and beatings by fellow prisoners.

(3) On October 30, 1996, a People's Republic of China court sentenced Wang Dan to 11 years in prison primarily for articles published outside the People's Republic of China, and People's Republic of China authorities are not providing him with adequate medical care.

(4) In addition to Wei Jingsheng and Wang Dan, hundreds, if not thousands, of other political, religious, and labor dissidents are imprisoned in China for peacefully expressing their beliefs and exercising their internationally recognized rights of free association and expression.

(5) Labor activist Liu Nianchun, severely ill in a labor camp, has not only been denied medical treatment but has been tortured with electric batons and has had his 3 year reeducation-through-labor sentence in prison arbitrarily extended by 216 days.

(6) Li Hai was charged with prying into and gathering state secrets and subsequently sentenced to a 9-year term in prison on December 18, 1996, for going door-to-door to collect the names, ages, family situations, alleged crimes, lengths of prison sentences, locations of imprisonment, and treatment while imprisoned of people sentenced to prison for their activities during the 1989 Tiananmen Square protests.

(7) Gao Yu, serving a 6-year term in prison on charges of “leaking state secrets” despite the fact that the information in question was already common knowledge, has been denied medical parole and adequate medical care despite life threatening illness and was vilified by People's Republic of China authorities after she was awarded the UNESCO Guillermo Cano World Press Freedom Prize.

(8) People's Republic of China companies still export prison labor products to the United States. Since 1991, the United States Customs Service has issued 27 detention orders banning the importation of goods suspected to be products of prison labor in China, including hand tools, artificial flowers, Christmas tree lights, and diesel engines.

(9) The People's Republic of China has not fully complied with the 1992 Memorandum of Understanding on Prison Labor, and People's Republic of China authorities often wait several years before granting requests by United States Customs Service officials to inspect prison facilities in China. In 1996, such authorities granted just one of eight outstanding requests by such officials to inspect prison facilities in China.

(10) Under current law, People's Republic of China authorities may administratively sentence China citizens to 3 years of labor reform without trial.

(11) The People's Republic of China restricts the access of its citizens to the Internet and blocks web sites operated by foreign news organizations and human rights organizations.

(12) The Government of the People's Republic of China prohibits independent labor unions, and workers who attempt to form unions without state approval are given severe prison sentences as shown in the treatment of Zhang Jingsheng, a labor leader in Hunan province who was arrested following the 1989 Tiananmen Square Massacre and sentenced to 13 years in prison for organizing workers.

#### **SEC. 202. FINDINGS ON RELIGIOUS FREEDOM IN THE PEOPLE'S REPUBLIC OF CHINA.**

Congress makes the following findings regarding religious freedom in the People's Republic of China:

(1) The Government of the People's Republic of China restricts the ability of religious adherents, including Christians, Buddhists, Muslims, and others, to practice outside of state-approved religious organizations, and

detains worshipers and clergy who participate in religious services conducted outside state-approved religious organizations, as well as those who refuse to register with the authorities as required.

(2) Bishop Zeng Jingmu, 76 years old, detained for the third time in 7 months and in poor health from pneumonia, is serving a re-education through labor term for organizing religious assemblies and masses not sanctioned by the official Chinese Catholic Church.

(3) On January 31, 1994, Premier Li Peng signed decrees number 144 and 145 which restrict worship, religious education, distribution of Bibles and others religious literature, and contact with foreign coreligionists.

(4) The Government of the People's Republic of China has created official religious organizations that control all religious worship, activity, and association in China and Tibet and supplant the independent authority of the Roman Catholic Church, independent Protestant churches, and independent Buddhist, Taoist, and Islamic associations.

(5) In July 1995, Ye Xiaowen, a rigid communist hostile to religion, was appointed to head the Bureau of Religious Affairs, a government agency of the People's Republic of China that is controlled by the United Front Work Department of the Chinese Communist Party. The Bureau of Religious Affairs has administrative control over all religious worship and activity in China and Tibet through a system of granting or denying rights through an official registration system. Those who fail to or are not allowed to register are subject to punitive measures.

(6) Unofficial Christian and Catholic communities were targeted by the Government of the People's Republic of China during 1996. A renewed campaign aimed at forcing all churches to register or face dissolution resulted in beating and harassment of congregants, closure of churches, and numerous arrests, fines, and sentences. In Shanghai, for example, more than 300 house churches or meeting points were closed down by the security authorities in April alone.

#### SEC. 203. FINDINGS ON TIBET.

Congress makes the following findings regarding Tibet:

(1) The Department of State China Country Report on Human Rights Practices for 1996 states: "Chinese government authorities continued to commit widespread human rights abuses in Tibet, including instances of death in detention, torture, arbitrary arrest, detention without public trial, long detention of Tibetan nationalists for peacefully expressing their religious and political views, and intensified controls on religion and on freedom of speech and the press, particularly for ethnic Tibetans."

(2) The report also cites three instances in which Tibetan Buddhist monks died in prison in the People's Republic of China in 1996.

(3) Many victims of the brutality committed by the People's Armed Police and the Public Security Bureau of the People's Republic of China have been young Tibetan Buddhist nuns and monks.

(4) Between June 1994 and May 1995, three Tibetan nuns—15-year-old Sherab Ngawang, 24-year-old Gyaltzen Kelsang, and 20-year-old Phuntsok Yangkyi—died as a result of torture in prison in Tibet.

(5) On March 11, 1997, the Senate adopted a resolution calling for the release by the Government of the People's Republic of China of Tibetan ethnomusicologist and Fulbright Scholar Ngawang Choephel, who was sentenced to 18 years in prison in the People's Republic of China in December 1996, and of other Tibetans who are prisoners in the People's Republic of China for reasons of conscience.

(6) In May 1995, authorities of the Government of the People's Republic of China detained Gedhun Choekyi Nyima, then 6 years old, and his parents, just days after the boy was recognized by the Dalai Lama as the 11th Panchen Lama, and authorities of that government continue to hold him and his family.

(7) In May 1997, the Government of the People's Republic of China announced the sentencing of Chadrel Rinpoche, the head of the search committee for the 11th Panchen Lama, to 6 years in prison.

(8) In April 1996, authorities of the Government of the People's Republic of China banned the display of photographs of the Dalai Lama, even in private homes, and the decision led to demonstrations in Ganden monastery during which 90 monks were arrested and 1 monk was shot to death by security forces of that government.

#### SEC. 204. FINDINGS ON COERCIVE FAMILY PLANNING PRACTICES IN THE PEOPLE'S REPUBLIC OF CHINA.

Congress makes the following findings regarding family planning practices in the People's Republic of China:

(1) For more than 15 years there have been frequent and credible reports of forced abortion and forced sterilization in connection with the coercive population control practices of the People's Republic of China.

(2) Forced abortion was rightly denounced as a crime against humanity by the Nuremberg War Crimes Tribunal.

(3) Although it is the stated position of the politburo of the Chinese Communist Party that forced abortion and forced sterilization have no role in the population control program of the Government of the People's Republic of China, the policy of that government seems to encourage both forced abortion and forced sterilization through a combination of strictly enforced birth quotas and impunity for local population control officials who engage in coercion. Officials acknowledge that there have been instances of forced abortions and sterilization, yet there is no evidence that the perpetrators of such acts have been punished.

(4) The People's Republic of China population control officials, in cooperation with employers and works unit officials, monitor women's menstrual cycles and subject women who conceive without government authorization to extreme psychological pressure, to harsh economic sanctions (including unpayable fines and loss of employment), and to physical force.

(5) Official sanctions for giving birth to unauthorized children include fines in amounts several times larger than the per capita annual incomes of residents of the People's Republic of China. In Fujian, for example, the average fine is estimated to be twice a family's gross annual income. Families who cannot pay the fine have had their homes and personal property confiscated and destroyed.

(6) Especially harsh punishments have been inflicted on those whose resistance to such policies is motivated by religion. For example, according to a 1995 Amnesty International report, the Catholic inhabitants of two villages in Hebei Province were subjected to population control under the slogan "better to have more graves than one more child". Enforcement measures included torture, sexual abuse, and the detention of sisters' relatives as hostages.

(7) Forced abortions in the People's Republic of China often take place in the very late stages of pregnancy, or even during the process of birth itself.

#### SEC. 205. COMBATING SLAVE LABOR AND "RE-EDUCATION" CENTERS.

(a) AUTHORIZATIONS FOR APPROPRIATIONS FOR ADDITIONAL MONITORING OF EXPORTATION OF SLAVE LABOR PRODUCTS.—There are au-

thorized to be appropriated \$2,000,000 for fiscal year 1998 and \$2,000,000 for fiscal year 1999 for monitoring by the United States Customs Service and the Department of State of the export by the People's Republic of China to the United States of products which may be made with slave labor in violation of section 307 of the Tariff Act of 1930 (19 U.S.C. 1307) or section 1761 of title 18, United States Code.

#### (b) REPORTS ON EXPORTATION OF PRODUCTS MADE WITH SLAVE LABOR.—

##### (1) REPORTS.—

(A) IN GENERAL.—Not later than 1 year after the date of enactment of this Act and annually thereafter, the Commissioner of Customs and the Secretary of State shall each submit to the Members of Congress referred to in subparagraph (B) a report on the manufacturing and exportation of products made with slave labor in the People's Republic of China during the one-year period ending on the date of the report. Each report shall be submitted in unclassified form, but may include a classified annex.

(B) MEMBERS OF CONGRESS.—Reports under subparagraph (A) shall be submitted to the following Members of Congress:

(i) The Majority leader and Minority leader of the Senate.

(ii) The chairman and ranking member of the Committee on Foreign Relations of the Senate.

(iii) The Speaker and Minority leader of the House of Representatives.

(iv) The chairman and ranking member of the Committee on International Relations of the House of Representatives.

(2) CONTENTS OF REPORTS.—Each report under paragraph (1) shall include information concerning the following:

(A) The extent of the use of slave labor in manufacturing products for exportation by the People's Republic of China, as well as the volume of exports of such slave labor products by that country.

(B) The progress of the United States Government—

(i) in identifying products made with slave labor in the People's Republic of China that are destined for the United States market in violation of section 307 of the Tariff Act of 1930 or section 1761 of title 18, United States Code; and

(ii) in stemming the importation of such products.

(c) RENEGOTIATION OF MEMORANDUM OF UNDERSTANDING ON PRISON LABOR WITH THE PEOPLE'S REPUBLIC OF CHINA.—It is the sense of Congress that, since the People's Republic of China has substantially frustrated the purposes of the 1992 Memorandum of Understanding with the United States on Prison Labor, the President should immediately commence negotiations to replace the memorandum of understanding with one providing for effective monitoring of forced labor in the People's Republic of China, without restrictions on which prison labor camps international monitors may visit.

#### SEC. 206. INTERNATIONAL BROADCASTING TO CHINA.

(a) AUTHORIZATION OF APPROPRIATIONS.—In addition to such sums as are otherwise authorized to be appropriated for "International Broadcasting Activities" for fiscal year 1998, there is authorized to be appropriated for "International Broadcasting Activities" for that fiscal year \$5,000,000, which shall be available only for broadcasting by Radio Free Asia and the Voice of America to the People's Republic of China.

(b) SENSE OF CONGRESS.—It is the sense of Congress that United States international broadcasting through Radio Free Asia and Voice of America should be increased to provide continuous 24-hour broadcasting in Chinese and Tibetan dialects which include Mandarin Chinese, Tibetan, and at least one other dialect.

**SEC. 207. NATIONAL ENDOWMENT FOR DEMOCRACY.**

In addition to such sums as are otherwise authorized to be appropriated for fiscal year 1998 for grants to the National Endowment for Democracy, there is authorized to be appropriated for that fiscal year \$2,000,000 for grants to the Endowment which shall be available only for purposes of programs relating to the People's Republic of China.

**SEC. 208. UNITED STATES INFORMATION AGENCY STUDENT, CULTURAL, AND LEGISLATIVE EXCHANGE PROGRAMS.**

In addition to such sums as are otherwise authorized to be appropriated to the United States Information Agency for fiscal year 1998, there is authorized to be appropriated for the Agency for that fiscal year \$2,000,000, which shall be available only for the purposes of student, cultural, and legislative exchange activities in or with the People's Republic of China.

**SEC. 209. ANNUAL REPORTS ON FAMILY PLANNING ACTIVITIES IN THE PEOPLE'S REPUBLIC OF CHINA BY RECIPIENTS OF UNITED STATES FUNDS.****(a) ANNUAL REPORTS.—**

(1) **REQUIREMENT.**—Not later than January 15 each year, the Secretary of State shall submit to Congress a report that describes the family planning activities in the People's Republic of China during the preceding year of each covered family planning organization that carried out such activities in the People's Republic of China during that year.

(2) **ADDITIONAL INFORMATION.**—Each report under paragraph (1) shall include the filing submitted to the Secretary for purposes of such report by each covered family planning organization whose activities are covered by such report.

(b) **COVERED FAMILY PLANNING ORGANIZATION DEFINED.**—In this section, the term "covered family planning organization" means any for-profit or non-profit entity that receives United States funds to conduct family planning activities abroad.

**SEC. 210. SENSE OF CONGRESS REGARDING MULTILATERAL EFFORTS TO ADDRESS CHINA'S HUMAN RIGHTS RECORD.**

(a) **FINDINGS.**—Congress makes the following findings:

(1) On April 15, 1997, members of the United Nations Human Rights Commission voted 27–17 to block a resolution, sponsored by Denmark, critical of the human rights record of the Government of the People's Republic of China.

(2) The United States Government failed to vigorously lobby other nations to support the resolution in a timely and effective manner, and France, Canada, Germany, Italy, Spain, Australia, and Japan did not cosponsor the resolution.

(3) In response to support for the resolution by Denmark and the Netherlands, the Government of the People's Republic of China has adopted punitive measures against Denmark and Netherlands businesses—including the denial of contracts to Netherlands companies and undue delays in authorizing expansion plans by the Denmark shipping line Maersk—thereby linking human rights and trade.

(b) **SENSE OF CONGRESS.**—It is the sense of Congress that—

(1) the United States Government should greatly increase efforts in the United Nations Human Rights Commission and other international fora to draw attention to and condemn the gross violations of international standards on human rights by the Government of the People's Republic of China;

(2) the President should vigorously lobby other countries for passage of future Commission resolutions on the human rights record of the Government of the People's Republic of China; and

(3) such lobbying should begin not later than 6 months before the commencement of the next annual meeting of the Commission.

**SEC. 211. SENSE OF CONGRESS REGARDING COMPLIANCE BY THE PEOPLE'S REPUBLIC OF CHINA WITH THE JOINT DECLARATION ON HONG KONG.**

(a) **FINDINGS.**—Congress makes the following findings:

(1) The People's Republic of China resumed sovereignty over Hong Kong on July 1, 1997.

(2) In the Joint Declaration, a legally binding document in all its parts and the highest form of commitment between sovereign states, the People's Republic of China pledged that after its resumption of sovereignty over Hong Kong "[t]he current social and economic systems in Hong Kong will remain unchanged, and so will the life-style, Rights and freedoms, including those of the person, of speech, of the press, of association, of travel, of movement, of correspondence, of strike, of choice of occupation, of academic research and religious belief will be ensured by law in the Hong Kong Special Administrative Region".

(3) The People's Republic of China further pledged in the Joint Declaration that the policies of the "... Joint Declaration will be stipulated in a Basic Law of the Hong Kong Special Administrative Region of the People's Republic of China, by the National People's Congress of the People's Republic of China, and they will remain unchanged for 50 years".

(4) The Basic Law prescribes the systems to be practiced in the Hong Kong Special Administrative Region after the resumption of sovereignty over Hong Kong by the People's Republic of China.

(5) According to Article 2 of the Basic Law: "The National People's Congress authorizes the Hong Kong Special Administrative Region to exercise a high degree of autonomy and enjoy executive, legislative and independent judicial power, including that of final adjudication".

(6) According to Article 5 of the Basic Law: "The socialist system and policies (of the People's Republic of China) shall not be practiced in the Hong Kong Special Administrative Region, and the previous capitalist system and way of life shall remain unchanged for 50 years".

(7) According to Article 27 of the Basic Law: "Hong Kong residents shall have freedom of speech, of the press and publication; freedom of association, of assembly, of procession and of demonstration; and the right and freedom to form and join trade unions, and to strike".

(8) According to Article 32 of the Basic Law: "Hong Kong residents shall have freedom of religious belief and freedom to preach and to conduct and participate in religious activities in public".

(9) According to Article 34 of the Basic Law: "Hong Kong residents shall have freedom to engage in academic research, literary and artistic creation, and other cultural activities".

(10) According to Article 39 of the Basic Law: "The provisions of the International Covenant on Civil and Political Rights, the International Covenant on Economic, Social and Cultural Rights, and international labour conventions as applied to Hong Kong shall remain in force and shall be implemented through the laws of the Hong Kong Special Administrative Region".

(11) President Jiang Zemin of the People's Republic of China, in his statement of July 1, 1997, at the ceremony in Hong Kong marking the establishment of the Hong Kong Special Administrative Region, said that "... Hong Kong will enjoy a high degree of autonomy as provided for by the Basic Law, which includes the executive, legislative and inde-

pendent judicial power, including that of final adjudication".

(12) President Jiang further said that the Hong Kong Special Administrative Region has the "ultimate aim of electing the Chief Executive and the Legislative Council by universal suffrage".

(13) President Jiang further said that "[n]o central department or locality (of the People's Republic of China) may or will be allowed to interfere in the affairs which, under the Basic Law, should be administered by the Hong Kong Special Administrative Region on its own".

(14) President Jiang further said that "the provisions of the International Covenant on Civil and Political Rights, the International Covenant on Economic, Social and Cultural Rights, and international covenants as applied to Hong Kong shall remain in force to be implemented through the laws of Hong Kong's regional legislation".

(15) President Jiang further said that adherence to these principles "serves Hong Kong, serves the (People's Republic of China) and serves the entire nation as well. Therefore there is no reason whatsoever to change them. Here I want to reaffirm that 'one country, two systems, Hong Kong administering Hong Kong' and 'a high degree of autonomy' will remain unchanged for 50 years".

(16) President Jiang, in another statement of July 1, 1997, at a rally in Beijing marking the establishment of the Hong Kong Special Administrative Region, said that the People's Republic of China "will unswervingly carry out the principles of 'one country, two systems', 'Hong Kong people administering Hong Kong' and 'high degree of autonomy', and make sure that the previous socio-economic system and way of life of Hong Kong remain unchanged and that laws previously in force will remain basically unchanged. We will firmly support the Hong Kong SAR in its exercise of the functions and powers bestowed on it by the Basic Law and the Hong Kong SAR Government in its administration in accordance with law.".

(b) **SENSE OF CONGRESS.**—It is the sense of Congress that—

(1) the statements of President Jiang Zemin of the People's Republic of China constitute a welcome reaffirmation of the obligations of the People's Republic of China under the Joint Declaration to ensure that Hong Kong remains autonomous, the human rights of the people of Hong Kong remain protected, and the government of the Hong Kong Special Administrative Region is elected democratically; and

(2) the fulfillment by the People's Republic of China of the obligations under the terms of the Joint Declaration and the Basic Law constitutes a crucial test of Beijing's ability to play a responsible global role.

(c) **DEFINITIONS.**—In this section:

(1) **BASIC LAW.**—The term "Basic Law" means the Basic Law of the Hong Kong Special Administrative Region of the People's Republic of China, as adopted on April 4, 1990, by the Seventh National People's Congress of the People's Republic of China.

(2) **JOINT DECLARATION.**—The term "Joint Declaration" means the Joint Declaration of the Government of the United Kingdom of Great Britain and Northern Ireland and the Government of the People's Republic of China on the Question of Hong Kong, done at Beijing on December 19, 1984.

**TITLE III—NATIONAL SECURITY MATTERS****SEC. 301. FINDINGS ON THE PROLIFERATION OF BALLISTIC MISSILES BY THE PEOPLE'S REPUBLIC OF CHINA.**

Congress makes the following findings regarding the proliferation of ballistic missiles by the People's Republic of China:

(1) In December 1992, the Government of the People's Republic of China violated the Arms Export Control Act and the Export Administration Act of 1979 with the transfer by the Ministry of Aerospace Industry of approximately 24 M-11 missiles to Sargodha Air Force Base in Pakistan.

(2) From September 1994 to June 1996, the Government of the People's Republic of China again violated the Arms Export Control Act and the Export Administration Act of 1979 with the transfer by the Ministry of Aerospace Industry of as many as 30 M-11 ballistic missiles to Sargodha Air Force Base.

(3) In June 1995, the Government of the People's Republic of China violated the Arms Export Control Act and the Export Administration Act of 1979 with the transfer by the Chinese Aerospace Corporation to Iran of possibly hundreds of missile guidance systems and computerized machine tools for the production of ballistic missiles.

(4) In August 1996, the Government of the People's Republic of China violated the Arms Export Control Act and the Export Administration Act of 1979 with the transfer to Pakistan of factory plans and equipment capable of constructing a ballistic missile factory.

(5) In August 1996, the Government of the People's Republic of China violated the Arms Export Control Act, the Export Administration Act of 1979, and the Iran-Iraq Arms Non-Proliferation Act of 1992 with the transfer by the China Precision Engineering Institute to Iran's Defense Industries of gyroscopes, accelerometers, and test equipment for the construction and test of ballistic missile guidance systems.

(6) It has been reported that the Central Intelligence Agency discovered a shipment by the People's Republic of China to the Syrian Scientific Studies and Research Center, a Syria Government agency that oversees missile development, of guidance equipment for M-11 ballistic missiles. This alleged shipment would be a violation of the Missile Technology Control Regime. This alleged shipment would have taken place after the limited sanctions imposed by the United States on the People's Republic of China for shipments of M-11 missiles and components to Pakistan had been lifted following the assurances of the Government of the People's Republic of China that it would comply with the Missile Technology Control Regime.

(7) After each of these violations, the President either failed to take appropriate actions to deter future violations of such Acts and the Regime, took the least onerous action against the Government of the People's Republic of China that was possible under such Acts and the Regime, or rescinded previous actions thereby diluting or eliminating the deterrent effect of sanctions under such Acts and the Regime with respect to the Government of the People's Republic of China.

(8) This inaction forces Congress to take affirmative action in the bilateral relations between the United States and the People's Republic of China in order to respond sufficiently to these violations of United States law.

#### **SEC. 302. FINDINGS ON THE PROLIFERATION OF WEAPONS OF MASS DESTRUCTION BY THE PEOPLE'S REPUBLIC OF CHINA.**

Congress makes the following findings regarding the proliferation of weapons of mass destruction by the People's Republic of China:

(1) In January 1996, the Government of the People's Republic of China violated the Arms Export Control Act, the Nuclear Proliferation Prevention Act of 1994, and the Export-Import Bank Act of 1945 with the transfer by the China Nuclear Energy Industry Corpora-

tion to the Abdul Qadeer Khan Research Laboratory in Kahuta, Pakistan, of as many as 5,000 ring-magnets for the extraction of enriched uranium for the potential use in nuclear weapons.

(2) In September 1996, the Government of the People's Republic of China violated the Arms Export Control Act, the Export Administration Act of 1979, and the Nuclear Proliferation Prevention Act of 1994 with the transfer by the China Nuclear Energy Industry Corporation to a nuclear reactor facility in Khushab, Pakistan, of an industrial furnace and special diagnostic equipment capable of converting plutonium and uranium to weapons grade material.

(3) In March 1996, the Government of the People's Republic of China violated the Arms Export Control Act, the Export Administration Act of 1979, the Iran-Iraq Arms Non-Proliferation Act of 1992, and Executive Order 12938 with the transfer by the Jiangsu Corporation to Iran organizations affiliated with the Iranian Defense Industries Organization and the Revolutionary Guards of virtually complete chemical weapons production facilities.

(4) After each of these violations, the President either failed to take any action to deter future violations of such Acts or took such trifling action as to have no meaning or effect on the future proliferation of weapons of mass destruction by the People's Republic of China.

(5) This inaction forces Congress to take affirmative action in the bilateral relations between the People's Republic of China and the United States in order to respond sufficiently to these violations of United States law.

#### **SEC. 303. FINDINGS ON THE PROLIFERATION OF DESTABILIZING ADVANCED CONVENTIONAL WEAPONS BY THE PEOPLE'S REPUBLIC OF CHINA.**

Congress makes the following findings regarding the proliferation of destabilizing advanced conventional weapons by the People's Republic of China:

(1) In January 1996, the Government of the People's Republic of China violated the Iran-Iraq Arms Non-Proliferation Act of 1992 with the transfer by the Chinese Precision Machinery Import-Export Corporation to the Iran military of 60 C-802 advanced anti-ship missiles and 20 Houdong fast-attack patrol craft, 15 of which were equipped with C-802 missiles.

(2) In test firings of this missile from land-based batteries and from naval vessels, and test firings of a similar missile from fighter aircraft, the Iran Government claimed direct hits on the intended targets. This operational ability restores an anti-surface warfare capability lost by the Iran military during the Iran-Iraq War.

(3) The Commander of the United States Fifth Fleet commented that these missiles represented a new dimension to the threat faced by the United States Navy, stating "[i]t used to be we just had to worry about land-based cruise missiles. Now [the Iranians] have the potential to have that throughout the [Persian] Gulf mounted on ships."

(4) It was reported in numerous press sources that the Department of Defense found these transfers destabilizing, and pressed for the imposition of sanctions under the Iran-Iraq Arms Non-Proliferation Act of 1992 but that the Department of State did not wish to impose such sanctions for fear of damaging bilateral relations between the People's Republic of China and the United States.

(5) The Iran-Iraq Arms Non-Proliferation Act of 1992 does not differentiate between transfers of destabilizing weapons that will and will not damage bilateral relations. Any

determination of whether to impose sanctions on the People's Republic of China for this transfer should have been made strictly on the basis whether this transfer was or was not destabilizing.

(6) In light of these reports, it is likely that sanctions would have been imposed if the Clinton Administration had been more concerned with the stability of the region and the security of United States troops than with the maintenance of cordial relations between the People's Republic of China and the United States.

(7) This inaction forces Congress to take affirmative action in the bilateral relations between the People's Republic of China and the United States in order to respond sufficiently to this violation of United States law.

#### **SEC. 304. FINDINGS ON THE EVASION OF UNITED STATES EXPORT CONTROL LAWS BY THE PEOPLE'S REPUBLIC OF CHINA.**

Congress makes the following findings regarding the evasion of United States export control laws by the People's Republic of China:

(1) On November 14, 1994, the President issued Executive Order 12938, relating to the emergency regarding weapons of mass destruction, declaring that the proliferation of weapons of mass destruction and the means of delivering them constitute "an unusual and extraordinary threat to the national security, foreign policy, and economy of the United States" and that he had therefore decided to "declare a national emergency to deal with that threat".

(2) The President reaffirmed Executive Order 12938 on November 15, 1995, and again on November 11, 1996.

(3) The Director of Central Intelligence stated in the report entitled "The Acquisition of Technology Relating to Weapons of Mass Destruction and Advanced Conventional Munitions" that, from July to December 1996, "China was the most significant supplier of W[eapons of] M[ass] D[estruction]-related goods and technology to foreign countries."

(4) United States supercomputers are the computer of choice for the nuclear weapons agencies of the People's Republic of China as highlighted by the comments of the Chinese Academy of Sciences, an agency known to work on nuclear weapons development, that its United States-built supercomputer provides the Academy with "computational power previously unknown" and is available to "all the major scientific and technological institutes across China".

(5) The People's Republic of China has consistently provided technical and scientific assistance for the development of nuclear weapons to both Iran and Pakistan, and it is illogical to believe that such assistance would not also include computational assistance if needed.

(6) According to the Under Secretary of Commerce for Export Administration, 47 United States high-performance supercomputers were exported to the People's Republic of China between January 1996 and March 1997. Press reports indicate United States intelligence sources consider the actual number of such supercomputers exported to the People's Republic of China during that period to have been in the hundreds.

(7) Current United States export regulations require an export license for shipments of supercomputers to the People's Republic of China only if the end-use will be militarily related. However, the determination of that end-use is left to the exporter, thereby providing an incentive for inadequate investigations of the end-use of supercomputers exported to the People's Republic of China.

(8) The Department of Commerce has initiated investigations of United States supercomputer manufacturers who, as last as June 1996, allegedly sold supercomputers to the Chinese Academy of Sciences, which also administers research in nuclear weapons and missiles, in violation of existing United States export control regulations relating to supercomputers.

(9) On 14 July 1997, the "China Daily", the newspaper of the Government of the People's Republic of China, stated that "China will open up its defense sector to foreign investors" by "strengthening international military-related electronic technology exchanges" and that "China's defense-related electronics should no longer be hidden from foreign investors".

(10) It was exactly this concern of diversion to military end-use and to third nation proliferators that prompted the President, on June 16, 1997, to tighten export controls for supercomputers so as to address the concern of "[t]he potential diversion to military use of technology acquired" through experience developed in operating supercomputers and customizing software and the concern that "the People's Republic of China may transfer advanced weapons related technology to other countries, as in the case of ballistic missile transfers".

(11) Throughout this period, the President has consistently acted in a manner so as to loosen controls on the export of supercomputers from the United States and thereby make it easier for the Government of the People's Republic of China to divert United States supercomputers to military end-uses and to assist in the proliferation of weapons of mass destruction.

(12) This inaction forces Congress to take affirmative action in the bilateral relations between the People's Republic of China and the United States in order to respond sufficiently to these violations of United States law.

**SEC. 305. FINDINGS ON THE INCONSISTENT APPLICATION OF UNITED STATES EXPORT CONTROL LAWS TO THE PEOPLE'S REPUBLIC OF CHINA AND HONG KONG.**

Congress makes the following findings regarding the inconsistent application of United States export control laws to the People's Republic of China and Hong Kong:

(1) While Hong Kong was sovereign territory of the United Kingdom, United States control of United States exports to Hong Kong of items listed on the United States Munitions List and the Commerce Control List was considerably more lax than United States control of exports of such items to the People's Republic of China.

(2) On June 19, 1997, at a time when Hong Kong was still territory of the United Kingdom, the Department of Commerce discovered that a supercomputer exported to a Hong Kong based company without the need of an export license because it was being exported to Hong Kong was reexported to a defense research institute in Changsha, People's Republic of China.

(3) A Federal grand jury is currently investigating the 1995 diversion by the Government of the People's Republic of China to military aviation production of aircraft machining equipment that was originally exported from the United States for civilian end-use.

(4) The People's Republic of China is the only country which does not allow United States officials to investigate the final end-use of exported technology and recently refused United States requests to examine the location of the supercomputer diverted from Hong Kong.

(5) The continuation of this inconsistent export control regime without specific assur-

ances and verification measures to prevent unauthorized reexport from Hong Kong, or diversion to military end-use, provides the Government of the People's Republic of China with the means to circumvent United States export controls and gain access to critical technology necessary both for defense modernization and the proliferation of ballistic missiles and weapons of mass destruction.

(6) This inaction forces Congress to take affirmative action in the bilateral relations between the People's Republic of China and the United States in order to respond sufficiently to these violations of United States law.

**SEC. 306. EXPORTS OF SUPERCOMPUTERS TO THE PEOPLE'S REPUBLIC OF CHINA.**

(a) **PRIOR APPROVAL OF EXPORTS AND REEXPORTS.**—The President shall require that no covered computer may be exported or reexported to the People's Republic of China without the prior written approval of each of the designated officials.

(b) **EXPORT OR REEXPORT WITHOUT UNANIMOUS APPROVAL.**—If any one of the designated officials does not approve of the export or reexport of a covered computer to the People's Republic of China, the computer may be exported or reexported to the People's Republic of China only pursuant to a license issued by the Secretary of Commerce under the export administration regulations of the Department of Commerce, and without regard to the licensing exceptions otherwise authorized under section 740.7 of title 15, Code of Federal Regulations, as in effect on June 10, 1997.

(c) **DEADLINE FOR RESPONSE TO APPLICATION.**—Each designated official shall approve or disapprove in writing of the export or reexport of a covered computer to the People's Republic of China not later than 10 days after receipt by the United States of the application for the export or reexport of the computer.

(d) **DEFINITIONS.**—In this section:

(1) **COVERED COMPUTERS.**—The term "covered computers" means the digital computers listed as "eligible computers" in section 740.7(d)(2) of title 15, Code of Federal Regulations, as in effect on June 10, 1997.

(2) **DESIGNATED OFFICIALS.**—The term "designated officials" means the following:

- (1) The Secretary of Commerce.
- (2) The Secretary of Defense.
- (3) The Secretary of Energy.
- (4) The Secretary of State.
- (5) The Director of the Arms Control and Disarmament Agency.

**SEC. 307. DUAL-USE EXPORTS TO HONG KONG.**

(a) **IN GENERAL.**—Notwithstanding any other provision of law, the provisions of this section shall apply with respect to exports of covered items to Hong Kong.

(b) **PRE-LICENSE VERIFICATIONS.**—The Secretary of State and the Secretary of Commerce shall not approve an export license application for the export of a covered item to Hong Kong if United States officials are denied an opportunity to conduct a pre-license verification with respect to the end-use of such covered item and the recipient of such item.

(c) **POST-SHIPMENT VERIFICATION.**—If United States officials are denied the ability to a conduct post-shipment verification of the location, recipient, and end use of a covered item that has been exported to Hong Kong from the United States pursuant to an export license granted by the Secretary of State and the Secretary of Commerce, thereafter any application to export a covered item to Hong Kong shall be treated in the same manner as a request to export such item to the People's Republic of China.

(d) **DIVERSION OF COVERED ITEMS.**—If the President, or any other official of the United

States, obtains credible evidence that a covered item exported from the United States to Hong Kong on or after July 1, 1997, has been diverted—

(1) to the People's Republic of China;

(2) to an end use not authorized under the export control laws or regulations of the United States; or

(3) to a recipient, other than the recipient specified in the export license application,

any application to export a covered item to Hong Kong that is pending or filed after the date on which such evidence is obtained shall be treated in the same manner as a request to export such item to the People's Republic of China.

(e) **COVERED ITEM DEFINED.**—In this section, the term "covered item" means the following:

(1) Any item on the United States Munitions List.

(2) Any item on the Commerce Control List of the Department of Commerce.

**SEC. 308. ENFORCEMENT OF IRAN-IRAQ ARMS NON-PROLIFERATION ACT WITH RESPECT TO THE PEOPLE'S REPUBLIC OF CHINA.**

(a) **STATEMENT OF POLICY.**—It shall be the policy of the United States that—

(1) the delivery of 60 C-802 cruise missiles by the China National Precision Machinery Import Export Corporation to Iran poses a new, direct threat to deployed United States forces in the Middle East and materially contributed to the efforts of Iran to acquire destabilizing numbers and types of advanced conventional weapons; and

(2) the delivery is a violation of the Iran-Iraq Arms Non-Proliferation Act of 1992 (50 U.S.C. 1701 note).

(b) **IMPLEMENTATION OF SANCTIONS.**—

(1) **REQUIREMENT.**—The President shall impose on the People's Republic of China the mandatory sanctions set forth in paragraphs (3), (4), and (5) of section 1605(b) of the Iran-Iraq Arms Non-Proliferation Act of 1992.

(2) **NONAVAILABILITY OF WAIVER.**—For purposes of this section, the President shall not have the authority contained in section 1606 of the Iran-Iraq Arms Non-Proliferation Act of 1992 to waive the sanctions required under paragraph (1).

**SEC. 309. TRANSFERS OF SENSITIVE EQUIPMENT AND TECHNOLOGY BY THE PEOPLE'S REPUBLIC OF CHINA.**

(a) **FINDINGS.**—Congress makes the following findings:

(1) Credible allegations exist that the People's Republic of China has transferred equipment and technology as follows:

(A) Gyroscopes, accelerometers, and test equipment for missiles to Iran.

(B) Chemical weapons equipment and technology to Iran.

(C) Missile guidance systems and computerized machine tools to Iran.

(D) Industrial furnace equipment and high technology diagnostic equipment to a nuclear facility in Pakistan.

(E) Blueprints and equipment to manufacture M-11 missiles to Pakistan.

(F) M-11 missiles and components to Pakistan.

(2) The Department of State has failed to determine whether most such transfers violate provisions of relevant United States laws and Executive orders relating to the proliferation of sensitive equipment and technology, including the Arms Export Control Act, the Nuclear Proliferation Prevention Act of 1994, the Export Administration Act of 1979, and the Export-Import Bank Act of 1945, and Executive Order 12938.

(3) Where the Department of State has made such determinations, it has imposed the least onerous form of sanction, which significantly weakens the intended deterrent

effect of the sanctions provided for in such laws.

(b) SENSE OF CONGRESS.—It is the sense of Congress that—

(1) the transfers of equipment and technology by the People's Republic of China described in subsection (a)(1) pose a threat to the national security interests of the United States;

(2) the failure of the Clinton Administration to initiate a formal process to determine whether to impose sanctions for such transfers under the provisions of law referred to in subsection (a)(2) contributes to the threat posed to the national security interests of the United States by the proliferation of such equipment and technology; and

(3) the President should immediately initiate the procedures necessary to determine whether sanctions should be imposed under such provisions of law for such transfers.

(c) REPORT.—

(1) REQUIREMENT.—Not later than 60 days after the date of enactment of this Act, the President shall submit to Congress a report setting forth—

(A) the date, if any, of the commencement and of the conclusion of each formal process conducted by the Department of State to determine whether to impose sanctions under the provisions of law referred to in subsection (a)(2) for each transfer described in subsection (a)(1);

(B) the facts providing the basis for each determination not to impose sanctions under such provisions of law on the Government of the People's Republic of China, or entities within or having a relationship with that government, for each transfer, and the legal analysis supporting such determination; and

(C) a schedule for initiating a formal process described in paragraph (1) for each transfer not yet addressed by such formal process and an explanation for the failure to commence such formal process with respect to such transfer before the date of the report.

(2) FORM.—The report shall be submitted in unclassified form, but may include a classified annex.

#### **SEC. 310. ANNUAL REPORTS ON ACTIVITIES OF THE PEOPLE'S LIBERATION ARMY.**

(a) ENTITIES OWNED BY PLA.—Not later than January 31 each year, the Secretary of State shall publish in the Federal Register a list of each corporation or other business entity that was owned in whole or in part by the People's Liberation Army of the People's Republic of China as of December 31 of the preceding year.

(b) REPORT ON PRC MILITARY MODERNIZATION.—

(1) REQUIREMENT.—

(A) IN GENERAL.—Not later than March 31 each year, the Secretary of Defense, in consultation with the Secretary of State, shall submit to Congress a report on the military modernization activities of the People's Liberation Army.

(B) SUBMITTAL.—The Secretary of Defense shall submit each report to the following:

(i) The Majority leader and Minority leader of the Senate.

(ii) The chairmen and ranking members of the Committee on Foreign Relations and the Committee on Armed Services of the Senate.

(iii) The Speaker and Minority leader of the House of Representatives.

(iv) The chairmen and ranking members of the Committee on International Relations and the Committee on National Security of the House of Representatives.

(C) FORM.—The report shall be submitted in unclassified form, but may include a classified annex.

(2) CONTENTS OF REPORT.—

(A) CONTENTS.—Each report under paragraph (1) shall include the following:

(i) A description of developments within the People's Liberation Army, including the implications of the developments for United States policy toward the People's Republic of China.

(ii) A description of the scope and pace of modernization by the People's Liberation Army.

(iii) To the maximum extent practicable, an analysis of the intent of such modernization programs.

(B) RELATIONSHIP TO ANNUAL HUMAN RIGHTS REPORT.—The report shall complement and not replace applicable sections of the annual report on human rights in China by the Department of State.

(c) PROTECTION OF SOURCES AND METHODS.—In publishing a list under subsection (a) and preparing a report under subsection (b), the Secretary of Defense shall take appropriate actions to ensure the protection of sources and methods of gathering intelligence.

#### **SEC. 311. ANNUAL REPORTS ON INTELLIGENCE ACTIVITIES OF THE PEOPLE'S REPUBLIC OF CHINA.**

(a) REPORTS.—

(1) IN GENERAL.—Not later than March 31 each year, the Director of Central Intelligence and the Director of the Federal Bureau of Investigation, jointly and in consultation with the heads of other appropriate Federal agencies (including the Departments of Defense, Justice, Treasury, and State), shall submit to the Members of Congress referred to in paragraph (2) a report on the intelligence activities of the People's Republic of China directed against or affecting the interests of the United States.

(2) SUBMITTAL.—Each report under paragraph (1) shall be submitted to the following:

(A) The Majority leader and Minority leader of the Senate.

(B) The chairman and ranking member of the Select Committee on Intelligence of the Senate.

(C) The Speaker and Minority leader of the House of Representatives.

(D) The chairman and ranking member of the Permanent Select Committee on Intelligence of the House of Representatives.

(3) FORM.—Each report shall be submitted in unclassified form, but may include a classified annex.

(b) CONTENTS OF REPORTS.—Each report under subsection (a) shall include information concerning the following:

(1) Political and military espionage.

(2) Intelligence activities designed to gain political influence, including activities undertaken or coordinated by the United Front Work Department of the Chinese Communist Party.

(3) Efforts to gain direct or indirect influence through commercial or noncommercial intermediaries subject to control by the People's Republic of China, including enterprises controlled by the People's Liberation Army.

(4) Disinformation and press manipulation by the People's Republic of China with respect to the United States, including activities undertaken or coordinated by the United Front Work Department of the Chinese Communist Party.

#### **SEC. 312. STUDY OF THEATER BALLISTIC MISSILE DEFENSE SYSTEM FOR TAIWAN.**

(a) STUDY.—The Secretary of Defense shall carry out, with appropriate representatives of the Government of Taiwan, a study of the architecture requirements for the establishment and operation of a theater ballistic missile defense system for Taiwan, including the Penghu Islands, Kinmen, and Matsu. The study shall include the following:

(1) An assessment of missile threats to Taiwan.

(2) Identification of the requirements of Taiwan for deployment of an effective theater ballistic missile defense system.

(3) Identification of existing theater ballistic missile defense systems or existing technology for such systems, that the United States could sell to Taiwan to assist in meeting the requirements identified under paragraph (2).

(4) Systems or technologies the United States is developing that could address the missile threats to Taiwan's security.

(5) Identification of potential joint cooperative efforts by the United States and Taiwan to develop theater ballistic missile defense systems.

(b) SUBMITTAL TO CONGRESS.—

(1) SUBMITTAL.—Not later than July 1, 1998, the Secretary of Defense shall submit to the Committee on Armed Services and the Committee on Appropriations of the Senate and the Committee on National Security and the Committee on Appropriations of the House of Representatives a report on the study conducted under subsection (a).

(2) FORM.—The report shall be submitted in unclassified form, but may include a classified annex.

#### **SEC. 313. SENSE OF CONGRESS REGARDING UNITED STATES FORCE LEVELS IN ASIA.**

It is the sense of Congress that—

(1) the current force levels in the Pacific Command Theater of Operations are necessary to the fulfillment of the military mission of that command and are vital to continued peace and stability in the region covered by that command;

(2) any reductions in such force levels should only be done in close consultation with Congress and with a clear understanding of their impact upon the capacity of the United States to fulfill its current treaty obligations with other states in the region as well as to the continued ability of the United States to deter potential aggression in the region; and

(3) the annual report on the national security strategy of the United States required by section 108 of the National Security Act of 1947 (50 U.S.C. 404a) should include specific information on the adequacy of the capabilities of the United States Armed Forces to support the implementation of the national security strategy of the United States as it relates to the People's Republic of China.

#### **SEC. 314. SENSE OF CONGRESS REGARDING ESTABLISHMENT OF COMMISSION ON SECURITY AND COOPERATION IN ASIA.**

It is the sense of Congress that the President and the Secretary of State should initiate negotiations with the Government of the People's Republic of China and the governments of other countries in Asia to establish a commission on matters relating to security and cooperation in Asia that would be modeled after the Commission on Security and Cooperation in Europe.

#### **TITLE IV—TRADE**

#### **SEC. 401. SENSE OF CONGRESS REGARDING THE ACCESSION OF TAIWAN TO THE WORLD TRADE ORGANIZATION.**

It is the sense of Congress that Taiwan should be admitted to the World Trade Organization as a separate customs territory when Taiwan meets the established criteria of the Organization for membership on that basis.

#### **TITLE V—HUMAN RIGHTS AND RELIGIOUS FREEDOM WORLDWIDE**

#### **SEC. 501. TRAINING FOR IMMIGRATION OFFICERS REGARDING RELIGIONS PERSECUTION.**

Section 235 of the Immigration and Nationality Act (8 U.S.C. 1225) is amended by adding at the end the following:

“(e) TRAINING ON RELIGIOUS PERSECUTION.—The Attorney General shall establish and operate a program to provide to immigration officers performing functions under subsection (b), or section 207 or 208, training on religious persecution, including training on—

“(1) the fundamental components of the right to freedom of religion;

“(2) the variation in beliefs of religious groups; and

“(3) the governmental and nongovernmental methods used in violation of the right to freedom of religion.”.

#### SEC. 502. PROMOTION OF RELIGIOUS FREEDOM AND HUMAN RIGHTS WORLDWIDE.

##### (a) REPORTS ON RELIGIOUS PERSECUTION.—

(1) REPORTS.—Not later than March 30, 1998, and annually thereafter, the Secretary of State shall submit to the Committee on Foreign Relations of the Senate and the Committee on International Relations of the House of Representatives a report on religious persecution worldwide.

(2) CONTENTS.—Each report shall include a list of the government officials of any country worldwide who have been materially involved in the commission of acts of persecution that are motivated by a person's religion.

##### (b) PRISONER INFORMATION REGISTRY.—

(1) ESTABLISHMENT.—The Secretary of State shall establish and maintain a registry to be known as the Prisoner Information Registry.

(2) CONTENTS.—The registry shall be a repository of information on matters relating to the penal systems of the various countries and of individuals in such systems, including—

(A) the charges brought against the individuals in such systems;

(B) the judicial or administrative processes to which such individuals were subject;

(C) the length of imprisonment of such individuals in such systems;

(D) the use (if any) of forced labor in such systems;

(E) the incidences (if any) of torture in such systems;

(F) the physical and health conditions in such systems; and

(G) such other matters as the Secretary considers appropriate.

(3) ALLOCATION OF RESOURCES.—The Secretary may make funds available to nongovernmental organizations currently engaged in monitoring penal systems worldwide or individuals in such systems in order to assist in the establishment and maintenance of the registry.

#### TITLE VI—OTHER MATTERS

#### SEC. 601. TERMINATION OF UNITED STATES ASSISTANCE FOR EAST-WEST CENTER.

(a) REPEAL OF AUTHORIZATION OF ASSISTANCE.—The Center for Cultural and Technical Interchange Between East and West Act of 1960 (chapter VII of Public Law 86-472; 22 U.S.C. 2054 et seq.) is repealed.

(b) PROHIBITION ON USE OF FUNDS FOR CENTER.—Notwithstanding any other law, no funds appropriated or otherwise made available to the Director of the United States Information Agency for any fiscal year after fiscal year 1997 may be used for any purposes (including grants and payments and expenses of operation) relating to the Center for Cultural and Technical Interchange Between East and West.

#### SUMMARY OF THE CHINA POLICY ACT OF 1997

##### TITLE I: SANCTIONS

• Deny visas to Chinese Government officials involved in political and religious persecution. This measure would deny visas to high ranking officials who are employed by the Public Security Bureau (the state po-

lice), the Religious Affairs Bureau, China's family planning apparatus, the People's Liberation Army (PLA), and those found to be materially involved in the ordering or carrying out of the massacre of Chinese students in Tiananmen Square. The President is granted waiver authority that can be exercised, in writing, each time a proscribed individual is to enter this country that explains why awarding such visas overrides United States concerns about China's human rights practices past and present.

• Require U.S. Representatives at multilateral banks to vote “no” on loans to China. Exception for loans related to environmental improvements and safeguards, famine, and natural disaster relief. China received approximately \$3 billion in World Bank loans in the most recent fiscal year. While receiving this foreign aid, the Chinese military budget increased by 12.7 percent. Between 1985 and 1995 the United States supported 111 of 183 loans approved by the World Bank Group and 15 of 92 loans that the Asian Development Bank approved. The bill also requires the Secretary of Treasury to oppose and instruct the U.S. executive director of the World Bank to oppose any change in the World Bank's rules that limit the total share of the bank's lending that can be made in any one country.

• Require the President to begin consultations with major United States allies and trading partners to encourage them to adopt similar measures contained in this bill and to work with our allies to vote against loans for China at multilateral development banks. Within 60 days of a G-7 meeting, the President shall submit a report to Congress on the progress of this effort.

• Targeted sanctions against People's Liberation Army (PLA) companies involved in the illegal sale of AK-47 rifles in the United States. China North Industries Group (NORINCO) and the PLA-owned company China Poly Group (POLY) will be prohibited from (1) exporting to, and maintaining a physical presence in, the United States; (2) receiving loans from the Export-Import Bank; and (3) receiving contracts for goods or services from the U.S. Government for a period of one year. The attempted illegal sale of AK-47 machine guns to street gangs in California warrant these targeted sanctions against these firms.

• The bill establishes a mechanism to apply sanctions on additional PLA companies based on certain specific actions, including weapons proliferation, illegal arms sales in U.S., and military and political espionage in the United States. The Director of Central Intelligence and the Director of the Federal Bureau of Investigation, in separate annual reports, shall identify entities owned in part or wholly by the People's Liberation Army who have engaged in proliferation of nuclear or chemical weapons, the illegal importation of weapons to the United States, or unlawful military intelligence collection or espionage in the United States. Such entities will be prohibited from exporting to, or maintaining a physical presence in the United States, receiving loans from the Export-Import Bank, and receiving contracts from the United States Government for a period of 1 year.

• Sanctions remain in effect for 5 years. The bill includes a Sense of Congress that the sanctions in the China Policy Act shall be reviewed by Congress within the 5 year period upon the occurrence of one or more of the following events: (1) People's Republic of China's entry into the WTO on commercially viable terms; (2) President's certification of PRC's full implementation of international proliferation standards and agreements; (3) President's certification that PRC is actively and effectively combating all forms of religious persecution; (4) PRC re-evaluation

of Tiananmen Square massacre; (5) Publication by the PRC of a National Security White Paper describing its intentions internationally; or (6) President's certification that the PRC has taken concrete steps towards improving overall human rights conditions in China and Tibet, including the release of political prisoners; improving prison conditions and providing prisoners with adequate medical care; and full compliance with the international human rights accords to which the PRC is a signatory.

#### TITLE II: HUMAN RIGHTS, RELIGIOUS FREEDOM, AND DEMOCRACY

• Congressional findings detailing the Chinese Government's jailing of political dissidents, persecution of religious groups, human rights violations in Tibet and coercive family planning practices.

• Combats slave labor and “reeducation” centers. The bill calls for stricter enforcement of the ban against the sale of products produced in slave labor camps; appropriations to United States Customs to increase monitoring; require reporting and advocacy requirements; and a Sense of Congress urging renegotiation of prison labor memorandum of understanding with China.

• Authorize an additional \$5 million for international broadcasting to China, including Radio Free Asia and the Voice of America to expand broadcast hours in multiple Chinese dialects, Tibetan, and other languages spoken in China.

• Authorize additional \$2 million in funding for National Endowment for Democracy programs in China.

• Authorize additional \$2 million of funding for existing United States Information Agency student, cultural, and legislative exchange programs between the U.S. and China.

• Terminate the East-West Center. This center funds cooperative programs of study, research and training between the U.S. and Asian Pacific nations. However, the resources of the State Department, which maintains a network of embassies and consulates in Asian Pacific countries, should be more than sufficient to promote good relations with these countries. Eliminating this \$10 million program offsets the spending increases proposed in the bill.

Require United States contractors who receive international family planning funds from the United States to report on their organization's activities in China.

Sense of Congress concerning multilateral efforts to address China's human rights record.

Sense of Congress that China should abide by the 1984 Sino-British Joint Declaration on Hong Kong.

#### TITLE III: NATIONAL SECURITY MATTERS

Congressional findings on PRC's proliferation of ballistic missiles, weapons of mass destruction, destabilizing advanced conventional weapons, and evasion of U.S. export controls.

Tighten United States export licensing requirements on super computers sold to China. Current regulation only requires an export license for mid-range supercomputers to countries such as China with only a certification, by the exporting firm, that the end-use is not military-related. This provision requires an export license for any mid-range supercomputers (currently 2000-7000 MTOP range, but amendable by the Secretary of Commerce) sold to China which the Departments of Defense, State, Energy, and Commerce, and the Arms Control and Disarmament Agency do not unanimously agree to export without a license. This provision is a modified version of the Spence-Dellums amendment to the House Fiscal Year 98 DoD Authorization bill.



Protects against dual-use export diversion from Hong Kong. The recent diversion of a Sun Microsystems supercomputer from a Hong Kong importer to a military end-user in the People's Republic of China highlights the potential problems with having dual-use technology exports to Hong Kong being treated more liberally than such exports to the PRC. This provision would deny licenses for export of items on the U.S. Munitions List and the Commerce Control List to Hong Kong if United States officials are denied access to conduct pre-license checks verifying the end-user. It will also require that if United States officials are denied access for post-shipment verification checks, or if an actual diversion of dual-use items takes place from Hong Kong to the PRC, then Hong Kong will thereafter be placed in the same export control category as the People's Republic of China.

A finding that China violated the Iran-Iraq Nonproliferation Act with the export of C-802 missiles to Iran, and a requirement on the implementation of this Act's sanctions. The Commander of the United States Navy's Fifth Fleet in the Persian Gulf has called the Iranian acquisition of C-802 cruise missiles a direct threat to the 15,000 US servicemen stationed in the area. Iran acquired these missiles from China, in direct contravention of the Iran-Iraq Nonproliferation Act (McCain-Gore Act). However, the Administration did not implement the sanctions called for in the Act.

Limiting transfers of sensitive equipment and technology by the People's Republic of China. Require within 60 days a report detailing State Department's sanctions determination process for each allegation against China in the area of proliferation, and a schedule for initiating sanctions determination process where the process has not been initiated.

Sunshine requirement on PLA companies. On an annual basis, the United States Government shall publish a list of all companies owned in part or wholly by the People's Liberation Army (PLA) of the People's Republic of China who export to, or have an office in, the United States. In addition, require a report on PLA military modernization.

Require enhanced monitoring of Chinese intelligence activities in the United States, including a report on such activities and a report on political and military espionage.

Require a bilateral United States-Taiwan study of establishing theater missile defense in the Pacific Rim.

Sense of the Congress that the current level of United States forces in Asia are vital to continued peace and stability in the region and should only be reduced with a clear understanding of their impact on United States treaty obligations and the continued ability of the United States to deter potential aggression in the region.

Sense of Congress that the President shall initiate negotiations with the PRC and other Asian countries to establish a "Helsinki Commission" for Asia.

#### TITLE IV: TRADE

Sense of Congress that Taiwan should enter the World Trade Organization (WTO) as soon as it meets the established criteria.

#### TITLE V: HUMAN RIGHTS AND RELIGIOUS FREEDOM WORLDWIDE

The legislation mandates additional and extensive training for United States asylum officers world-wide in recognizing religious persecution.

Enhanced reporting of human rights violations and religious persecution around the world. Increased publicizing of political and religious persecution world-wide through annual reports by the State Department, publication of list of individuals involved in reli-

gious persecution, and establishment of a Prisoner Information Registry.

Mr. ASHCROFT. Mr. President, I rise today in strong support of the China Policy Act of 1997. As an original cosponsor of the act, I believe this legislation provides the starting point for a much needed restructuring of United States-China relations. For too long, our approach to China has been one of passivity and appeasement. The Clinton administration seems willing to tolerate virtually any misbehavior—gross violations of human rights, arms deals with terrorist states, a headlong push to develop military capabilities that exceed any conceivable threat, even efforts to smuggle guns into the United States. This is no way to build a stable, peaceful, and constructive relationship.

Our legislation offers a dramatically different approach. Under this bill, when China violates standards of decency or endangers vital American interests, there will be a response that is swift, predictable, and appropriate. This legislation is an important first step toward a policy that rewards and encourages constructive behavior, and discourages questionable activity. It points the way to a new and better era in United States-China relations.

The 20th century has been the American century, and if the new century is to bear the same imprint, we must fashion a stable and constructive relationship with the People's Republic of China, which is pushing hard for global superpower status.

One specific provision I have included in this bill protects the United States from Chinese diversion of sensitive technology from Hong Kong. Hong Kong has abided by international export control regimes and has benefited from preferential access to sensitive U.S. technology—technology that can be used for military purposes.

My provision simply does the following: if China diverts controlled technology from Hong Kong, or if United States officials are denied the opportunity to conduct post-shipment checks on location and end use of controlled items, then the United States shall apply the stricter export controls to Hong Kong presently applied to the rest of China. In addition, if United States officials are denied an opportunity to conduct a prelicense check on the end use and end user of a controlled item, then the export license for that item shall be denied.

A May, 1997 GAO report on the export of controlled items to Hong Kong stated that effective monitoring is critical to prevent weapons and technology proliferation. The report identified prelicense checks and post-shipment verification as possible means to ensure the continued effectiveness of Hong Kong's export control system.

Now that Hong Kong has reverted to Chinese control, China undoubtedly will attempt to use the port to divert technology and proliferate weapons. Prosecutions for illegal shipments of

arms-related commodities in Hong Kong have grown dramatically in recent years, from 65 cases in 1994 to 250 last year. One Hong Kong firm, Cheong Yee, was sanctioned by the United States last May for helping Iran obtain chemical weapons.

The technology flow to Hong Kong is a significant national security risk if China compromises the integrity of Hong Kong's export control system. Chinese front companies in Hong Kong already have been identified with efforts to acquire controlled technologies for illicit export to countries of proliferation concern, according to United States and Hong Kong officials. China has refused to sign many of the export control regimes by which Hong Kong historically has abided. The old restrictions are kept in place only from a sense of moral obligation, states Brian Lo, Hong Kong's chief trade-licensing officer.

Mr. President, moral obligation is flimsy stuff when you are dealing with the Communist leaders of Beijing. These are the leaders who attack their own young people in Tiananmen Square, persecute Christians, and proliferate weapons to terrorist states which target U.S. citizens around the world.

In the face of this growing proliferation risk, the Clinton administration has been relaxing America's export control regulations. Just this week, a bipartisan report issued by the House National Security Committee stated that the changes made to U.S. export controls contributed to the proliferation of weapons of mass destruction and their means of delivery as well as the development of advanced conventional weapons.

The number of export licenses reviewed each year for national security reasons has fallen from 150,000 in the mid-1980's to less than 8,000 today. The world may have become a safer place, but the international arena is still threatening.

Clearly, it is time for the United States to take aggressive steps which protect United States national security interests and limit the ability of potential enemies to develop weapons of mass destruction. I am proud to be a cosponsor of the China Policy Act and believe that the provisions contained therein make a significant contribution to the United States-China debate. I urge the Senate's prompt consideration and passage of this bill.

Mr. FEINGOLD. Mr. President, I join the Senator from Michigan [Mr. ABRAHAM] in introducing the China Policy Act of 1997. This is a bill that I am proud to cosponsor and one that will send a much-needed message to the leaders of the People's Republic of China. I commend the Senator from Michigan for his efforts.

The China Policy Act is an omnibus bill that covers a broad range of issues. This legislation will impose targeted sanctions against Chinese entities—

such as the military and public security apparatus—that are directly engaged in weapons proliferation and human rights abuses. In addition, this bill calls for tighter enforcement of various laws related to China, such as the ban on Chinese prison-labor goods and controls on the export of high-speed computers to China. The legislation also contains funding increases for student, cultural, and legislative exchanges between the United States and China.

The China Policy Act is designed to move Congress and the American public beyond the sometimes polarizing debate over China's most-favored-nation trade status, offering realistic alternatives to revoking MFN that merit broad bipartisan support.

As many of my colleagues know, I have been a strong opponent of granting MFN privileges to China and, in fact, have been an original cosponsor of the resolutions of disapproval for the past 3 years. I strongly believe that, in light of Beijing's egregious human rights record, China does not deserve to have such trade privileges with the United States. Ever since the administration delinked MFN and human rights in 1994, I have watched with alarm as the Chinese Government has heightened its political and religious persecution throughout the country.

But despite my strong views on the issue, I realize that the Congress has been unable to reach a consensus on whether MFN is the best tool to pressure China to make improvements in human rights. I know that many of my colleagues share my concerns over China's human rights record, but nevertheless feel that MFN is too blunt an instrument, especially for a nation as large and diverse as China.

But once you step away from the debate over the effectiveness of MFN, there is widespread agreement among Members of both the Senate and the House that the administration's current policy of constructive engagement toward China remains unsatisfactory.

I believe the administration is promoting engagement for engagement's sake, not as a way to halt the many offensive behaviors of the Chinese regime. I prefer to call the administration policy not "constructive" engagement but rather unconditional engagement.

No matter how uncooperative China is, the United States appears ready to continue business as usual with the Chinese regime. This is especially true with respect to human rights. Recent events paint a very bleak picture. In October of last year, a Chinese court sentenced Wang Dan—a leader of the Tiananmen Square protests—to 11 years in prison for peacefully expressing his prodemocracy beliefs. Seventy-six-year-old Bishop Zeng Jingmu has been sentenced to reeducation through labor for organizing religious ceremonies outside China's official Catholic Church. In Tibet, Chinese authorities have banned the display of the

Dalai Lama's photograph and the State Department Human Rights Report cites three instances of Buddhist monks dying in Chinese prisons in 1996. Sadly, this represents on a tiny fraction of the human rights abuses that are taking place in China today. It would be impossible to name all of the people who are being kept behind bars for the expression of their political and religious beliefs.

Yet, even as the Chinese leadership continues to brutalize political dissidents and the people of Tibet, the administration is preparing to welcome China's President, Jiang Zemin, to the White House next month. What kind of message does this send?

The China Policy Act of 1997 represents the efforts of both pro- and anti-MFN Senators to find new ways to deal with the problems the United States currently faces in China.

And there is no shortage of problems.

I have already mentioned my primary concern, which is China's deplorable human rights record, but in addition, the Government of China continues to sell dangerous chemical and nuclear weapons technologies to terrorist and rogue regimes. China has used military intimidation to disrupt free elections in Taiwan and has harassed its neighbors in the South China Sea. Furthermore, we have all seen reports of Beijing's unfair trade practices and rampant copyright violations. This is what I refer to as a "kaleidoscope" of problems the United States has with China.

The China Policy Act of 1997 contains targeted sanctions aimed at the organizations most directly associated with China's poor behavior. For example, the bill contains provisions imposing comprehensive sanctions against enterprises run by the People's Liberation Army that have engaged in weapons smuggling or proliferation. The United States simply should refrain from doing business with companies that create security risks to our country.

This bill will also require the administration to deny United States visas to high-level Chinese officials directly connected with human rights violations and religious persecution. This provision expresses United States outrage at China's human rights abuses while still giving the President adequate waiver authority to conduct foreign policy.

I am particularly pleased this bill contains strong language on human rights, an area that has been a special focus of mine. The bill includes a provision stating that the administration needs to greatly increase multilateral efforts to condemn China's human rights record. As you know, Mr. President, this past April, the U.N. Human Rights Commission failed to pass a resolution criticizing China's human rights policies. Unfortunately, the United States only began lobbying for the resolution at the last moment and, as a result of this delay, many of our allies—including France, Germany, and

Canada—would not cosponsor the motion. To make our China policy more effective, the United States must do a better job of coordinating with our allies in multilateral fora.

In addition to addressing a wide spectrum of issues in Sino-United States relations, the China Policy Act also gives the Senate—and the American people we represent—an important opportunity to have an extensive debate about China policy. Such a debate is long overdue, and has continued to be delayed because of the controversy surrounding MFN.

It is my view that the inability of Congress to reach a consensus on MFN has led the Chinese authorities to believe that they can continue to commit gross human rights violations without facing any consequences. Unfortunately, it may be that, until now, the Beijing leadership has been right. In China's eyes, Congress has become what Chairman Mao Zedong would have called a paper tiger, something that might act ferocious, but is, in fact, harmless.

However, once Congress steps out of the restrictive confines of the MFN debate, I think China will be surprised at the level of dissatisfaction in Congress toward Beijing's actions.

The Chinese Government will obviously condemn this legislation because it demands that Chinese leaders live up to the international and bilateral agreements on weapons-proliferation, human rights, and trade to which China is a party. The Beijing government categorically rejects any outside scrutiny of its policies and equates good relations with a complete lack of criticism. But truly close relations between two countries can only be built when both sides fulfill their obligations and act in good faith toward one another.

The China Policy Act of 1997 is intended to send a strong message that Chinese Government's actions on many fronts remains unacceptable. Unfortunately, Chinese leaders have not heard this message loudly or strongly enough in the past. They have not heard it from the U.N. Human Rights Commission. They have not heard it from our trade negotiators. And, until now, they have not heard it from the U.S. Congress.

It is my view that the time has come for us to send this message clearly.

I yield the floor.

By Mr. GRASSLEY:

S. 1165. A bill to apply rules regarding the conduct of meetings and recordkeeping under the Federal Advisory Committee Act to the Social Security Advisory Board and for other purposes; to the Committee on Finance.

THE SOCIAL SECURITY ADVISORY BOARD  
SUNSHINE ACT

Mr. GRASSLEY. Mr. President, today I rise to introduce the Social Security Advisory Board Sunshine Act. This legislation will apply the public meeting and disclosure requirements of

the Federal Advisory Committee Act to the Social Security advisory board.

The Social Security Advisory Board was created in 1994 when the Social Security Administration became an independent agency. Its purpose is to serve as an advisor to the Commissioner of the Social Security Administration, the President and the Congress. The 1994 law requires the Board to make recommendations on some of the most critical issues facing the Social Security Administration and the country, including: How to ensure economic security for Government retirement and disability programs; how to ensure the solvency of Social Security programs; how to improve the quality of service and the policies and regulations that influence that service; and how to increase the public's understanding of Social Security.

With such a significant mandate, the question we should be asking is not why have open meetings, but why not have open meetings? This Board has been entrusted with the responsibility of making policy recommendations regarding the largest domestic Government program in this country. Virtually every American is affected by Social Security. Every American has a stake in Social Security. They have the right to know what recommendations are being made and why. The Federal Advisory Committee Act, which became public law in 1972 is intended to promote good Government values, such as openness, accountability, and balance of viewpoints. At the heart of the matter is a desire to keep the channels open between Government and the interested public.

Yesterday, during the confirmation hearing for Ken Apfel for the position of Commissioner of the Social Security Administration, I asked him if bringing the Advisory Board under the Sunshine laws was a good idea. He said, "I think sunshine is almost always a good idea."

My legislation would require the Advisory Board to provide notice of all meetings, make available for public inspection all Advisory Board documents, provide opportunities for nonmembers to participate in Board meetings, keep minutes of those meetings, and make transcripts of Advisory Board meetings available. In addition, the Social Security Administration will be required to disclose the disbursement of money to, and the disposal of money by, the advisory Board.

My legislation would also provide for compensation of the board members. Board members are paid per diem travel expenses, but they receive no compensation for the time they take off work to attend the meetings, which are held once a month. Because they have been given charge of such an important task, and because of the homework that must be done in order for them to be prepared and participate in meetings, compensation commensurate with that of similar boards and committees is only fair.

I want to commend the Board on the work it has done so far, particularly to highlight the need to expand the Social Security Administration's policy analysis capabilities. Those capabilities will be very important as we jump start discussions about Social Security reform.

The Advisory Board will be undergoing some changes in membership in the near future. I intend to work at getting this legislation enacted as soon as possible so the change in membership will occur with a change in the philosophy that Government is best done in the open and not behind closed doors.

By Mr. CAMPBELL:

S. 1166. A bill to prevent Federal agencies from pursuing policies of unjustifiable nonacquiescence in, and relitigation of, precedents established in the Federal judicial circuits; to the Committee on the Judiciary.

#### THE FEDERAL AGENCY COMPLIANCE ACT

Mr. CAMPBELL. Mr. President, because the concept of nonacquiescence is so often mired and hidden in the bureaucratic processes of our Government agencies, few realize the magnitude of its true implications. I am extremely concerned that so many Federal agencies currently fail to comply with established case law when dealing with American's rights and legal claims. Instead, the very agencies whose function it is to serve the people of this country have been ignoring the law through the policy of nonacquiescence. Specifically, nonacquiescence occurs when an agency refuses to comply with judicial precedent and instead, relies on agency policy to determine the outcome of a claim. For example, if a beneficiary has a social security claim, the agency can rule against the claimant even if the judicial precedent in that circuit is entirely in favor of the beneficiary. Agency wins—claimant loses—end of story. The only recourse that beneficiary has is to relitigate that same issue in court. The beneficiary can't bypass the agency and go directly to court, because he or she must first exhaust all administrative remedies. This is an extremely expensive burden on any person with a claim against an agency. In fact, it is a financial burden on the entire judicial system and on the American taxpayer who eventually pays the cost of relitigation.

Stare decisis—"let the decision stand"—is the fundamental doctrine of law upon which our entire judicial system is based. It is a concept of fairness and equity that has withstood the test of time. We require the American people and courts to adhere to judicial precedent. This policy of nonacquiescence completely undermines that principle. It allows the agency to completely ignore judicial precedent and instead rely solely on agency interpretation. The most glaring examples of nonacquiescence have surfaced in a select few agencies, such as the Social

Security Administration, the National Labor Relations Board, and the Internal Revenue Service. This year alone, the Social Security Administration itself indicates that tens of thousands of claims involving nonacquiescence may be litigated. In a recent judicial opinion, the appellate judge stated that "if a [social security] claimant has the determination and financial and physical strength and lives long enough to make it through the administrative process he can turn to the courts \* \* \*" and ultimately prevail. Similarly, the NLRB and the IRS have invoked this policy and were the subject of inquiry during a recent House hearing which investigated the alarming rise of agency nonacquiescence.

The true residual dangers of the nonacquiescence policy, however, lie in its more far-reaching implications. Theoretically, any agency can invoke this policy to avoid the law. When the Bureau of Land Management recently proposed reform regulations for grazing permits, ranchers challenged the new provisions. After exhausting all administrative remedies, the ranchers took their case to court. Following lengthy and costly litigation, the appellate court ruled in favor of the ranchers. However, under the nonacquiescence policy, the BLM could refuse to abide by this ruling each and every time this issue arises. Now grazing permits may not seem like a big deal to people here in Washington, but like many Western States, more than 30 percent of all the land in my home State of Colorado is Government-owned and under the control of a Federal agency. In western Colorado, almost 60 percent of the land falls into this arrangement. A rancher waiting for a grazing permit may be unable to get a loan or conduct necessary planning, which could force that rancher out of the livestock industry altogether. At the very least, each time a claim is relitigated, it involves tens of thousands of dollars and years of financial uncertainty for the claimant. Such a refusal to adhere to judicial precedent sends a clear message to the American people—a message of unfairness and inequality which in turn breeds mistrust against the Government. If the people must adhere to judicial precedent, we should require no less of Government agencies.

This problem has been around for decades, but Congress first addressed this issue when it was considering the Social Security Act of 1984. The conference report for that legislation highlighted the magnitude of concern over this policy when it stated:

By refusing to apply circuit court interpretations and by not promptly seeking review by the Supreme Court, the Secretary forces beneficiaries to relitigate the same issue over and over again in the circuit, at a substantial expense to both beneficiaries and the federal government. This is clearly an undesirable consequence.

At that time, Congress allowed the agencies to address this problem internally rather than by statute. Now in

1997, 13 years later, nonacquiescence is alive and well and it would be a gross understatement to say that this problem continues to be an undesirable consequence. In fact, Congress' failure to act 13 years ago has allowed the non-acquiescence policy to grow into a bureaucratic nightmare. This is nothing less than bureaucracy run amuck. It is now our duty to address this situation before any more time and money is wasted.

Because I believe it is important to hold Federal agencies accountable, today I am introducing legislation which would require a Federal agency to comply with Federal court precedents within the circuit where a claim is filed. However, this bill also allows an agency to deviate from such precedent under certain circumstances, thus giving the agency additional avenues when there is a conflict between judicial precedent and agency regulations. In contrast to the present policy of nonacquiescence, in which the general public has no additional avenue except to relitigate an issue at personal expense, my bill upholds the fundamental concept of stare decisis and will in turn provide stability, economy and equality for all Americans.

The House version of this legislation was introduced earlier in this Congress by Congressman GEKAS and Congressman FRANK and has been reported favorably out of the Subcommittee on Commercial and Administrative Law. This bill is supported by the Judicial Conference of the United States, Americans for Tax Reform, the Association of Administrative Law Judges, and the American Bar Association.

I urge my colleagues to support this important legislation.

Mr. President, I ask unanimous consent, that the text of the bill be printed in the RECORD.

There being no objection, the bill was ordered to be printed in the Record, as follows:

S. 1167

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

#### SECTION 1. SHORT TITLE.

This Act may be cited as the "Federal Agency Compliance Act".

#### SEC. 2. PROHIBITING INTRACIRCUIT AGENCY NONACQUIESCENCE IN APPELLATE PRECEDENT.

(a) IN GENERAL.—Chapter 7 of title 5, United States Code, is amended by adding at the end the following:

##### "§ 707. Adherence to court of appeals precedent

"(a) Except as provided in subsection (b), an agency (as defined in section 701(b)(1) of this title) shall, in administering a statute, rule, regulation, program, or policy within a judicial circuit, adhere to the existing precedent respecting the interpretation and application of such statute, rule, regulation, program, or policy, as established by the decisions of the United States court of appeals for that circuit.

"(b) An agency is not precluded under subsection (a) from taking a position, either in administration or litigation, that is at variance with precedent established by a United States court of appeals if—

"(1) it is not certain whether the administration of the statute, rule, regulation, program, or policy will be subject to review by the court of appeals that established that precedent or a court of appeals for another circuit;

"(2) the Government did not seek further review of the case in which that precedent was first established, in that court of appeals or the United States Supreme Court, because—

"(A) neither the United States nor any agency or officer thereof was a party to the case; or

"(B) the decision establishing that precedent was otherwise substantially favorable to the Government; or

"(3) it is reasonable to question the continued validity of that precedent in light of a subsequent decision of that court of appeals or the United States Supreme Court, a subsequent change in any pertinent statute or regulation, or any other subsequent change in the public policy or circumstances on which that precedent was based."

(b) CLERICAL AMENDMENT.—The table of sections at the beginning of chapter 7 of title 5, United States Code, is amended by adding at the end of following new item:

"707. Adherence to court of appeals precedent."

#### SEC. 3. PREVENTING UNNECESSARY AGENCY RELITIGATION IN MULTIPLE CIRCUITS.

(a) IN GENERAL.—Chapter 7 of title 5, United States Code, as amended by section 2(a), is amended by adding at the end the following:

##### "§ 708. Supervision of litigation; limiting unnecessary relitigation of legal issues

"(a) In supervising the conduct of litigation, the officers of any agency of the United States authorized to conduct litigation, including the Department of Justice acting under sections 516 and 519 of title 28 shall ensure that the initiation, defense, and continuation of proceedings in the courts of the United States within, or subject to the jurisdiction of, a particular judicial circuit avoids unnecessarily repetitive litigation on questions of law already consistently resolved against the position of the United States, or an agency or officer thereof, in precedents established by the United States courts of appeals for 3 or more other judicial circuits.

"(b) Decisions on whether to initiate, defend, or continue litigation for purposes of subsection (a) shall take into account, among other relevant factors, the following:

"(1) The effect of intervening changes in pertinent law or the public policy or circumstances on which the established precedents were based.

"(2) Subsequent decisions of the United States Supreme Court or the courts of appeals that previously decided the relevant question of law.

"(3) The extent to which that question of law was fully and adequately litigated in the cases in which the precedents were established.

"(4) The need to conserve judicial and other parties' resources.

"(c) The Attorney General shall report annually to the Committees on the Judiciary of the Senate and the House of Representatives on the efforts of the Department of Justice and other agencies to comply with subsection (a).

"(d) A decision on whether to initiate, defend, or continue litigation is not subject to review in a court, by mandamus or otherwise, on the grounds that the decision violates subsection(a)."

(b) CLERICAL AMENDMENT.—The table of sections at the beginning of chapter 7 of title 5, United States Code, as amended by section

2(b) is amended by adding at the end of the following new item:

"708. Supervision of litigation; limiting unnecessary relitigation of legal issues."

By Mr. INOUE (for himself and Mr. AKAKA):

S. 1167. A bill to amend the Tariff Act of 1930 to clarify the method for calculating cost of production for purposes of determining antidumping margins; to the Committee on Finance.

#### THE TARIFF ACT OF 1930 ANTIDUMPING CLARIFICATION AMENDMENT ACT OF 1997

Mr. INOUE. Mr. President, I rise to introduce legislation that would make very minor changes to the antidumping provisions of the Tariff Act of 1930. This bill will clarify Commerce Department authority to allocate costs in antidumping cases consistent with sound accounting principles and commercial reality. Although the antidumping law generally affords the Commerce Department wide latitude in determining proper cost allocations in antidumping cases, developing case law in this area severely limits the ability of the Department to calculate accurate dumping margins. Specifically, these cases interpret the current antidumping statute to prevent the Department from relying on cost allocations based on revenues, even though revenue-based allocations are widely accepted in the accounting profession and often are most appropriate in particular fact situations.

This bill would not require a particular kind of cost allocation in any given case. Rather, the proposal would clarify the Department of Commerce's authority to use any appropriate cost allocation methodology, including a revenue-based methodology, consistent with generally accepted accounting principles and the particular facts of the case at hand.

Mr. President, I ask unanimous consent that the text of the bill be printed in the RECORD.

There being no objection, the bill was ordered to be printed in the RECORD, as follows:

S. 1167

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

#### SECTION 1. CLARIFICATION OF RULES FOR CALCULATING COST OF PRODUCTION AND CONSTRUCTED VALUE.

Section 773(f)(1)(A) of the Tariff Act of 1930 (19 U.S.C. 1677b(f)(1)(A)) is amended—

(1) by striking "Costs" and inserting "(i) CALCULATION OF COSTS.—Costs";

(2) by striking "The Administering authority" and inserting "(ii) ALLOCATION OF COSTS.—

"(i) GENERAL RULE.—The administering authority";

(3) by indenting the text so as to align clauses (i) and (ii) (as added by paragraphs (1) and (2)) with clause (i) of subparagraph (C) of such section 773(f)(1); and

(4) by adding at the end the following:

"(II) METHODS FOR ALLOCATING COST OF PRODUCTION.—In determining the proper allocation of costs, the administering authority may use value-based methodology, weight-based cost methodology, or any other methodology that is consistent with generally accepted accounting principles of the exporter

country (or producing country, where appropriate) and that reasonably reflects the costs associated with the production and sale of each product."

(b) APPLICATION TO CANADA AND MEXICO.—Pursuant to article 1902 of the North American Free Trade Agreement and section 408 of the North American Free Trade Agreement Implementation Act, the amendments made by this section shall apply with respect to goods from Canada and Mexico.

(c) EFFECTIVE DATE.—The amendments made by this section shall apply with respect to—

(1) investigations initiated—

(A) on the basis of petitions filed under section 732(b) or 783(b) of the Tariff Act of 1930 after January 1, 1995; or

(B) by the administering authority under section 732(a) of such Act after such date;

(2) reviews initiated under section 751 of such Act—

(A) by the administering authority or the Commission on their own initiative after such date; or

(B) pursuant to a request filed after such date;

(3) petitions filed under section 780 of such Act after such date; and

(4) inquiries initiated under section 781 of such Act—

(A) by the administering authority on its initiative after such date; or

(B) pursuant to a request filed after such date.

By Mr. REED:

S. 1169. A bill to establish professional development partnerships to improve the quality of America's teachers and the academic achievement of students in the classroom, and for other purposes; to the Committee on Labor and Human Resources.

THE TEACHER EXCELLENCE IN AMERICA  
CHALLENGE ACT OF 1997

Mr. REED. Mr. President, we all recognize the need for qualified, well-trained and dedicated teachers to improve the education of students throughout the United States. Unfortunately, many students who are just returning from their summer vacations are entering classrooms where teachers have not been so prepared, who are not as qualified as they should be, and this, of course, impacts tremendously on the productivity and the excellence of American education.

Today I am introducing legislation which I believe will change fundamentally the way teachers are trained and, thus, improve the quality of teaching in America's classrooms. This is absolutely critical, since over the next decade, 2 million new teachers will need to be hired. This is the result of a combination of retirements of existing teachers, together with the increase in student population which is taking place throughout the United States.

Last year's report by the National Commission on Teaching and America's Future entitled, "What Matters Most: Teaching for America's Future", shed light on the disheartening state of the teaching profession in the United States: more than 12 percent of all newly hired teachers have no training whatsoever in educational technique and pedagogy; more than 14 percent enter the teaching profession without

meeting State standards; 23 percent of all secondary teachers do not have even a minor in the main teaching field which they have been hired to perform, including more than 30 percent of mathematics teachers; and, in schools with the highest minority enrollments, students have less than a 50-percent chance of getting a science or mathematics teacher who holds a license and degree in the field which they are teaching.

These findings were echoed also in "Quality Counts: A Report Card on the Condition of Public Education in the 50 States," which was published this past January by Education Week. This report notes that on average, 4 out of 10 secondary teachers do not have a degree in the subjects they teach; there are too many unlicensed teachers in America's classrooms; and too few of our prospective teachers receive the high-quality education they need to be effective teachers.

Overall, this report rated the States, and the average was C. No State received an A, and there were only eight B's: California, Colorado, Georgia, Kentucky, Massachusetts, Minnesota, Nebraska, and Vermont. Three States received D's for their teaching: Arizona, Hawaii, and Idaho. And the rest, including my State of Rhode Island, received a gentleman's C, which in today's competitive world is unsatisfactory for the future of our country and the success of our children.

It must be noted that teacher quality varies tremendously; that in different classrooms in the same schools, you will see outstanding teachers in one and less qualified teachers in another. Many students are taught by a qualified teacher who understands their subject and how to teach students to excel. But not all students are so fortunate. These students are being deprived essentially of the quality education they need because their teacher is not well prepared and not qualified.

"What teachers know and do is the most important reflection on what students learn" is the first premise of the National Commission on Teaching and America's Future.

Given the statistics I just recited about the current state of teaching in America, it is no wonder American students are failing to make the grade in a very competitive world. Indeed, a study which compared high- and low-achieving elementary schools with similar student characteristics found that more than 90 percent of the variation in achievement in math and reading was directly attributable to differences in the qualifications of the teachers in those schools.

It is also no wonder that American students don't fare well in international comparisons. The results of the eighth-grade Third International Mathematics and Science Study found that these students barely scored above the world average in science and below the world average in mathematics. And today, being mediocre is insufficient in

order to face the challenges of a very complex world.

Even though much has been done to address teacher quality, the truth is that the current system of teacher preparation does not give teachers a fair chance at success. Prospective teachers, those in training in our Nation's teacher colleges, are not likely to be provided with the panoply of experiences which they need, such as actual classroom time, structured practice opportunities, a talented and experienced teacher as a mentor, and the skills to work with diverse student populations.

These are the tools they need to be adequately prepared and, sadly, many do not receive this help while they are in teacher preparation. Indeed, as the 1996 report by the National Commission on Teaching and America's Future notes, traditional teacher education programs are failing because they are too short, too fragmented and they use textbooks rather than active hands-on teaching methods. They also neglect to develop some of the ideas and concepts that are critical to success, such as working in teams and using technology.

Sadly, I believe there is a real disconnect between the teacher colleges that prepare teachers and the elementary and secondary schools that hire them to teach the children of America. Consequently, beginning teachers are thrown into classrooms without the skills to succeed. As Linda Darling-Hammond, the Executive Director of the National Commission on Teaching and America's Future, writes, the message given to these teachers in the beginning of the school year is "Figure it out yourself. We'll see you in June. . . if you make it that long!"

Due to this sink-or-swim method of teacher preparation, some teachers do not make it to June or survive past the first few years of teaching. As a USA Today article from earlier this year points out, 17 percent of new teachers leave the classroom after 1 year, and a 1987 study by Grissmer and Kirby estimated that 30 to 50 percent of new teachers leave the profession within 3 to 5 years.

Add to this defection from the ranks of the profession the increased student enrollment due to the continuing Baby Boom Echo which will reach a record 52.2 million in 1997 and, indeed, increase each year through 2006, and impending retirements of many of our teachers. This situation creates a tremendous challenge and a need to prepare over 2 million new teachers to face the next century.

The time is ripe to face this challenge. We must do so now before public support for education wanes. By enacting needed reforms and changes in how we prepare and continue the development of teachers, we can guarantee the success of both students and teachers.

We must directly connect our teacher preparation and development system to

our elementary and secondary schools. Our future teachers need and deserve the kind of hands-on training and "real world" experience they will get from more exposure and practice in today's classrooms, as well as the mentoring and assistance they will receive from our best and most experienced veteran teachers. My bill accomplishes this by fostering partnerships between the teacher colleges at our Nation's institutions of higher education and elementary and secondary schools.

These partners should work in concert to prepare teachers adequately and keep their skills updated by working jointly to develop enhanced curricula and mentoring activities, as well as to research and implement sound teaching and learning practices.

As Jerrald Shrive wrote in "Lessons from Restructuring Experiences: Stories of Change in Professional Development Schools":

... educational partnerships and collaborations [between schools and universities] can be one significant piece of the actions necessary to move all of education to more productive levels.

These premises underlie the legislation I introduce today. The Teacher Excellence in America Challenge Act or the TEACH Act, aims to improve the continuum of professional development from preservice preparation to the induction of new teachers to the improvement of veteran teachers, all of this designed to increase the achievement of our students.

My legislation establishes a competitive 5-year grant program to provide grants to professional development partnerships consisting of institutions of higher education, public elementary and secondary schools, local educational agencies, and others, such as the State educational agency, teacher organizations, or nonprofit organizations. These partnerships must be based upon a mutual commitment to improve teaching and learning.

These partnerships would use grant funding to support, as well as create, professional development schools, a reform that has been employed across this country and other industrialized nations and has shown success in increasing student achievement, better preparing prospective and beginning teachers, and providing critical ongoing opportunities for the professional development of veteran teachers.

Professional development schools involve shared responsibility and cooperation between the institutions of higher education that prepare teachers and the public elementary and secondary schools that employ teachers, a system similar to teaching hospitals.

An example of a professional development school can be found at the Sullivan School in Newport, RI. It is in a partnership with Salve Regina University. At the Sullivan School, Salve Regina students are given opportunities to practice teaching in a real classroom. Sullivan teachers are involved in observing these Salve Regina students,

and they can also utilize the resources of Salve Regina University for professional development opportunities. Sullivan students go on field trips to Salve Regina for both higher education and career awareness activities, and the parents of these Sullivan students are also involved and are also provided opportunities for education and training.

This is a model of one possible way to use professional development schools to enhance the preparation of teachers, the education of students, and the involvement of parents.

Additional components of the TEACH Act include forging links between a university's school of education and their schools of arts and sciences. We have found in our discussions and research that many times within the university itself there is no collaboration, connection and concentration. This legislation will foster such cooperation.

The TEACH Act also encourages the development of mentoring programs in which senior expert teachers would help younger teachers. It emphasizes technology training, which is a key piece now of higher education everywhere, and it recognizes that in order to be a good teacher, you have to have time to prepare to be a good teacher. It also would create a cadre of quality teachers that would act as a resource to enhance the professional development of all teachers and reestablishes principals as educational leaders.

This is not a giveaway grant program. The TEACH Act offers resources to partnerships but it demands results. Strong evaluation provisions in the TEACH Act require that partnerships demonstrate increased student achievement, improved teacher preparation, increased opportunities for professional development, and also it insists that well-qualified teachers be placed in the classroom in order to continue to receive this grant funding.

In addition, the legislation requires an independent national evaluation of the short-term and long-term impacts and outcomes of these professional development partnerships.

Mr. President, given the growing need to update and improve the teacher training in this country, I expect we will see other proposals to address this problem offered in this body. I would be concerned if such proposals fell short on what we must accomplish by block granting training programs or failing to approach the kind of rigor that is included in the legislation I submit today. We have to have a rigorous and demanding legislative agenda in order to inspire and act as a catalyst for better teacher training across the country. Better teacher training will lead to better teachers. And better teachers will lead to better education and a better future for our children.

My legislation puts us on track to answering the call of the National Commission on Teaching and America's Future to provide every student in America with access to competent,

qualified, and dedicated teaching by the year 2006.

I urge my colleagues to join me in this essential endeavor and to support the TEACH Act and help reform our system of teacher training as well as update the skills of teachers already in the classroom.

Mr. President, I ask unanimous consent that a copy of this legislation be printed in the RECORD.

There being no objection, the bill was ordered to be printed in the RECORD, as follows:

S. 1169

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

# **SECTION 1. TEACHER EXCELLENCE IN AMERICA CHALLENGE.**

Part A of title V of the Higher Education Act of 1965 (20 U.S.C. 1102 et seq.) is amended to read as follows:

## **"PART A—TEACHER EXCELLENCE IN AMERICA CHALLENGE**

### **"SEC. 501. SHORT TITLE.**

"This part may be cited as the 'Teacher Excellence in America Challenge Act of 1997'.

### **"SEC. 502. PURPOSE.**

"The purpose of this part is to improve the preparation and professional development of teachers and the academic achievement of students by encouraging partnerships among institutions of higher education, elementary schools or secondary schools, local educational agencies, State educational agencies, teacher organizations, and nonprofit organizations.

### **"SEC. 503. GOALS.**

"The goals of this part are as follows:

"(1) To support and improve the education of students and the achievement of higher academic standards by students, through the enhanced professional development of teachers.

"(2) To ensure a strong and steady supply of new teachers who are qualified, well-trained, and knowledgeable and experienced in effective means of instruction, and who represent the diversity of the American people, in order to meet the challenges of working with students by strengthening preservice education and induction of individuals into the teaching profession.

"(3) To provide for the continuing development and professional growth of veteran teachers.

"(4) To provide a research-based context for reinventing schools, teacher preparation programs, and professional development programs, for the purpose of building and sustaining best educational practices and raising student academic achievement.

### **"SEC. 504. DEFINITIONS.**

"In this part:

"(1) **ELEMENTARY SCHOOL.**—The term "elementary school" means a public elementary school.

"(2) **INSTITUTION OF HIGHER EDUCATION.**—The term 'institution of higher education' means an institution of higher education that—

"(A) has a school, college, or department of education that is accredited by an agency recognized by the Secretary for that purpose; or

"(B) the Secretary determines has a school, college, or department of education of a quality equal to or exceeding the quality of schools, colleges, or departments so accredited.

"(3) **POVERTY LINE.**—The term 'poverty line' means the poverty line (as defined by the Office of Management and Budget, and

revised annually in accordance with section 673(2) of the Community Services Block Grant Act (42 U.S.C. 9902(2)) applicable to a family of the size involved.

"(4) **PROFESSIONAL DEVELOPMENT PARTNERSHIP.**—The term 'professional development partnership' means a partnership among 1 or more institutions of higher education, 1 or more elementary schools or secondary schools, and 1 or more local educational agency based on a mutual commitment to improve teaching and learning. The partnership may include a State educational agency, a teacher organization, or a nonprofit organization whose primary purpose is education research and development.

"(5) **PROFESSIONAL DEVELOPMENT SCHOOL.**—The term 'professional development school' means an elementary school or secondary school that collaborates with an institution of higher education for the purpose of—

"(A) providing high quality instruction to students and educating students to higher academic standards;

"(B) providing high quality student teaching and internship experiences at the school for prospective and beginning teachers; and

"(C) supporting and enabling the professional development of veteran teachers at the school, and of faculty at the institution of higher education.

"(6) **SECONDARY SCHOOL.**—The term 'secondary school' means a public secondary school.

"(7) **TEACHER.**—The term 'teacher' means an elementary school or secondary school teacher."

#### **"SEC. 505. PROGRAM AUTHORIZED.**

"(a) **IN GENERAL.**—From the amount appropriated under section 511 and not reserved under section 509 for a fiscal year, the Secretary may award grants, on a competitive basis, to professional development partnerships to enable the partnerships to pay the Federal share of the cost of providing teacher preparation, induction, classroom experience, and professional development opportunities to prospective, beginning, and veteran teachers while improving the education of students in the classroom.

"(b) **DURATION; PLANNING.**—The Secretary shall award grants under this part for a period of 5 years, the first year of which may be used for planning to conduct the activities described in section 506.

"(c) **PAYMENTS; FEDERAL SHARE; NON-FEDERAL SHARE.**—

"(1) **PAYMENTS.**—The Secretary shall make annual payments pursuant to a grant awarded under this part.

"(2) **FEDERAL SHARE.**—The Federal share of the costs described in subsection (a)(1) shall be 80 percent.

"(3) **NON-FEDERAL SHARE.**—The non-Federal share of the costs described in subsection (a)(1) may be in cash or in-kind, fairly evaluated.

"(d) **CONTINUING ELIGIBILITY.**—

"(1) **2ND AND 3D YEARS.**—The Secretary may make a grant payment under this section for each of the 2 fiscal years after the first fiscal year a professional development partnership receives such a payment, only if the Secretary determines that the partnership, through the activities assisted under this part, has made reasonable progress toward meeting the criteria described in paragraph (3).

"(2) **4TH AND 5TH YEARS.**—The Secretary may make a grant payment under this section for each of the 2 fiscal years after the third fiscal year a professional development partnership receives such a payment, only if the Secretary determines that the partnership, through the activities assisted under this part, has met the criteria described in paragraph (3).

"(3) **CRITERIA.**—The criteria referred to in paragraphs (1) and (2) are as follows:

"(A) Increased student achievement as determined by increased graduation rates, decreased dropout rates, or higher scores on local, State, or national assessments for a year compared to student achievement as determined by the rates or scores, as the case may be, for the year prior to the year for which a grant under this part is received.

"(B) Improved teacher preparation and development programs, and student educational programs.

"(C) Increased opportunities for enhanced and ongoing professional development of teachers.

"(D) An increased number of well-prepared individuals graduating from a school, college, or department of education within an institution of higher education and entering the teaching profession.

"(E) Increased recruitment to, and graduation from, a school, college, or department of education within an institution of higher education with respect to minority individuals.

"(F) Increased placement of qualified and well-prepared teachers in elementary schools or secondary schools, and increased assignment of such teachers to teach the subject matter in which the teachers received a degree or specialized training.

"(G) Increased dissemination of teaching strategies and best practices by teachers associated with the professional development school and faculty at the institution of higher education.

"(e) **PRIORITY.**—In awarding grants under this part, the Secretary shall give priority to professional development partnerships serving elementary schools, secondary schools, or local educational agencies, that serve high percentages of children from families below the poverty line.

#### **"SEC. 506. AUTHORIZED ACTIVITIES.**

"(a) **IN GENERAL.**—Each professional development partnership receiving a grant under this part shall use the grant funds for—

"(1) creating, restructuring, or supporting professional development schools;

"(2) enhancing and restructuring the teacher preparation program at the school, college, or department of education within the institution of higher education, including—

"(A) coordinating with, and obtaining the participation of, schools, colleges, or departments of arts and science;

"(B) preparing teachers to work with diverse student populations; and

"(C) preparing teachers to implement research-based, demonstrably successful, and replicable, instructional programs and practices that increase student achievement;

"(3) incorporating clinical learning in the coursework for prospective teachers, and in the induction activities for beginning teachers;

"(4) mentoring of prospective and beginning teachers by veteran teachers in instructional skills, classroom management skills, and strategies to effectively assess student progress and achievement;

"(5) providing high quality professional development to veteran teachers, including the rotation, for varying periods of time, of veteran teachers—

"(A) who are associated with the partnership to elementary schools or secondary schools not associated with the partnership in order to enable such veteran teachers to act as a resource for all teachers in the local educational agency or State; and

"(B) who are not associated with the partnership to elementary schools or secondary schools associated with the partnership in order to enable such veteran teachers to ob-

serve how teaching and professional development occurs in professional development schools;

"(6) preparation time for teachers in the professional development school and faculty of the institution of higher education to jointly design and implement the teacher preparation curriculum, classroom experiences, and ongoing professional development opportunities;

"(7) preparing teachers to use technology to teach students to high academic standards;

"(8) developing and instituting ongoing performance-based review procedures to assist and support teachers' learning;

"(9) activities designed to involve parents in the partnership;

"(10) research to improve teaching and learning by teachers in the professional development school and faculty at the institution of higher education; and

"(11) activities designed to disseminate information, regarding the teaching strategies and best practices implemented by the professional development school, to—

"(A) teachers in elementary schools or secondary schools, which are served by the local educational agency or located in the State, that are not associated with the professional development partnership; and

"(B) institutions of higher education in the State.

"(b) **CONSTRUCTION PROHIBITED.**—No grant funds provided under this part may be used for the construction, renovation, or repair of any school or facility.

#### **"SEC. 507. APPLICATIONS.**

"Each professional development partnership desiring a grant under this part shall submit an application to the Secretary at such time, in such manner, and accompanied by such information as the Secretary may require. Each such application shall—

"(1) describe the composition of the partnership;

"(2) describe how the partnership will include the participation of the schools, colleges, or departments of arts and sciences within the institution of higher education to ensure the integration of pedagogy and content in teacher preparation;

"(3) identify how the goals described in section 503 will be met and the criteria that will be used to evaluate and measure whether the partnership is meeting the goals;

"(4) describe how the partnership will restructure and improve teaching, teacher preparation, and development programs at the institution of higher education and the professional development school, and how such systemic changes will contribute to increased student achievement;

"(5) describe how the partnership will prepare teachers to implement research-based, demonstrably successful, and replicable, instructional programs and practices that increase student achievement;

"(6) describe how the teacher preparation program in the institution of higher education, and the induction activities and ongoing professional development opportunities in the professional development school, incorporate—

"(A) an understanding of core concepts, structure, and tools of inquiry as a foundation for subject matter pedagogy; and

"(B) knowledge of curriculum and assessment design as a basis for analyzing and responding to student learning;

"(7) describe how the partnership will prepare teachers to work with diverse student populations, including minority individuals and individuals with disabilities;

"(8) describe how the partnership will prepare teachers to use technology to teach students to high academic standards;



"(9) describe how the research and knowledge generated by the partnership will be disseminated to and implemented in—

"(A) elementary schools or secondary schools served by the local educational agency or located in the State; and

"(B) institutions of higher education in the State;

"(10)(A) describe how the partnership will coordinate the activities assisted under this part with other professional development activities for teachers, including activities assisted under titles I and II of the Elementary and Secondary Education Act of 1965 (20 U.S.C. 6301 et seq., 6601 et seq.), the Goals 2000: Educate America Act (20 U.S.C. 5801 et seq.), the Individuals with Disabilities Education Act (20 U.S.C. 1400 et seq.), and the Carl D. Perkins Vocational and Applied Technology Education Act (20 U.S.C. 2301 et seq.); and

"(B) describe how the activities assisted under this part are consistent with Federal and State educational reform activities that promote student achievement of higher academic standards;

"(11) describe which member of the partnership will act as the fiscal agent for the partnership and be responsible for the receipt and disbursement of grant funds under this part;

"(12) describe how the grant funds will be divided among the institution of higher education, the elementary school or secondary school, the local educational agency, and any other members of the partnership to support activities described in section 506;

"(13) provide a description of the commitment of the resources of the partnership to the activities assisted under this part, including financial support, faculty participation, and time commitments; and

"(14) describe the commitment of the partnership to continue the activities assisted under this part without grant funds provided under this part.

#### **"SEC. 508. ASSURANCES.**

"Each application submitted under this part shall contain an assurance that the professional development partnership—

"(1) will enter into an agreement that commits the members of the partnership to the support of students' learning, the preparation of prospective and beginning teachers, the continuing professional development of veteran teachers, the periodic review of teachers, standards-based teaching and learning, practice-based inquiry, and collaboration among members of the partnership;

"(2) will use teachers of excellence, who have mastered teaching techniques and subject areas, including teachers certified by the National Board for Professional Teaching Standards, to assist prospective and beginning teachers;

"(3) will provide for adequate preparation time to be made available to teachers in the professional development school and faculty at the institution of higher education to allow the teachers and faculty time to jointly develop programs and curricula for prospective and beginning teachers, ongoing professional development opportunities, and the other authorized activities described in section 506; and

"(4) will develop organizational structures that allow principals and key administrators to devote sufficient time to adequately participate in the professional development of their staffs, including frequent observation and critique of classroom instruction.

#### **"SEC. 509. NATIONAL ACTIVITIES.**

"(a) IN GENERAL.—The Secretary shall reserve a total of not more than 10 percent of the amount appropriated under section 511 for each fiscal year for evaluation activities

under subsection (b), and the dissemination of information under subsection (c).

"(b) NATIONAL EVALUATION.—The Secretary, by grant or contract, shall provide for an annual, independent, national evaluation of the activities of the professional development partnerships assisted under this part. The evaluation shall be conducted not later than 3 years after the date of enactment of the Teacher Excellence in America Challenge Act of 1997 and each succeeding year thereafter. The Secretary shall report to Congress and the public the results of such evaluation. The evaluation, at a minimum, shall assess the short-term and long-term impacts and outcomes of the activities assisted under this part, including—

"(1) the extent to which professional development partnerships enhance student achievement;

"(2) how, and the extent to which, professional development partnerships lead to improvements in the quality of teachers;

"(3) the extent to which professional development partnerships improve recruitment and retention rates among beginning teachers, including beginning minority teachers; and

"(4) the extent to which professional development partnerships lead to the assignment of beginning teachers to public elementary or secondary schools that have a shortage of teachers who teach the subject matter in which the teacher received a degree or specialized training.

"(c) DISSEMINATION OF INFORMATION.—The Secretary shall disseminate information (including creating and maintaining a national database) regarding outstanding professional development schools, practices, and programs.

#### **"SEC. 510. SUPPLEMENT NOT SUPPLANT.**

"Funds appropriated under section 511 shall be used to supplement and not supplant other Federal, State, and local public funds expended for the professional development of elementary school and secondary school teachers.

#### **"SEC. 511. AUTHORIZATION OF APPROPRIATIONS.**

"There is authorized to be appropriated to carry out this part \$100,000,000 for fiscal year 1999, and such sums as may be necessary for each of the fiscal years 2000 through 2003."

#### **SEC. 2. REPEALS.**

Part B of title V of the Higher Education Act of 1965 (20 U.S.C. 1103 et seq.), subparts 1 and 3 of part C of such title (20 U.S.C. 1104 et seq., 1106 et seq.), subparts 3 and 4 of part D of such title (20 U.S.C. 1109 et seq., 1110 et seq.), subpart 1 of part E of such title (20 U.S.C. 1111 et seq.), and part F of such title (20 U.S.C. 1113 et seq.), are repealed.

By Ms. SNOWE:

S. 1170. A bill to establish a training voucher system, and for other purposes; to the Committee on Labor and Human Resources.

#### **THE WORKING AMERICAN TRAINING VOUCHER ACT OF 1997**

Ms. SNOWE. Mr. President. I rise today to introduce legislation that will address a serious need of America's workers: The need to receive training that will prepare individuals for the workplace of the 21st century. My legislation, entitled the "Working American Training Voucher Act," would provide \$1,000 training vouchers to 1 million working men and women who typically have little or no access to employer-provided training.

Mr. President, many Federal programs focus on the needs of those

whose challenges and difficulties are most easily recognized and tangible. When we see a hungry child, an unemployed adult, or an impoverished senior citizen, we justifiably want to reach out and do what we can to help. Indeed, I am proud to be an active voice for those whose challenges and pains we can sometimes only imagine. However, it is oftentimes difficult to recognize the needs of those whose challenges are less tangible, whose concerns are less evident, or whose sense of insecurity about the future is known only by the individual and their family.

It is this difficulty that confronts many American workers today. In the face of increasing global competition, many workers wonder if the job they have today will be there for them tomorrow. They are concerned that the advent of new technologies is making their skills and talents less useful for their current employers which, in turn, makes them feel more vulnerable and expendable. And they wonder if the skills they possess today are even marketable if they are downsized or otherwise put out of work.

Unfortunately, these types of concerns and anxieties oftentimes do not show on the surface, so it can be difficult for others to recognize or address them. It is too easy for many to assume that because a man or woman is already holding down a job, all is well and his or her future is secure. After all, how bad can it be if you're punching a time clock and getting a paycheck? Unfortunately, such a view is not only shortsighted, it is also misguided and could prove disastrous.

We should not wait until a worker has been laid off from their job, or a company shuts its doors and shutter its windows, to take steps to help the American worker. Rather, we should take steps to ensure that our Nation's work force is confident of their future and feels prepared to address the changes that tomorrow will bring. Not only does this help the individual, but I think we would all agree that the best way to reduce the impact and cost of unemployment is to take steps to keep those who are already employed on the job.

Admittedly, many policies and decisions play an integral role in creating a vibrant job market. The tax burden we place on businesses, the trade agreements we sign with foreign governments, and the regulatory load we place on employers all have a significant impact on our economy's ability to produce and sustain good jobs. However, for the individual, many of these policies seem too macro to have an impact on their own employment prospects. In fact, an individual may not even recognized the direct impact these broader policies have on their job from day to day.

There is, however, one issue that truly strikes at the heart of how an individual feels about the future: The degree to which he or she knows that their skills match the needs of their

current employer or other prospective employers in the marketplace. Without this knowledge, it does not matter to an individual if the unemployment rate is as low as economists consider the natural rate of unemployment or if the newspapers tell him or her that the economy couldn't be better. The simple fact is that unless an individual personally feels that their skills are up-to-date and marketable, there will never be a complete sense of security on the job from one day to the next.

And that's what the legislation I am introducing today is all about. The Working American Training Voucher Act addresses the needs of the average American worker—the individual who has a job today, but doesn't know if he or she has the skills needed for the jobs of tomorrow. The person who's collecting a paycheck now, but is concerned that the rapidly changing work environment may put an end to that soon.

Mr. President, we all know new technologies and new products are entering the workplace at an unprecedented rate and the changes these technologies bring are substantial. Few professions and few jobs have gone untouched by these changes—and even fewer will be immune from change in the future. Indeed, just as computers have changed the face of manufacturing, they have also changed the world of art and design. Even labor intensive tasks at assembly shops have taken on a high-tech flair thanks to new technologies.

For an individual who understands these technologies or received training in their use, these changes present exciting new opportunities that improve performance and ultimately give one a sense of assurance that their skills are in demand. But for those who do not understand these technologies or do not receive training in their use, these technologies are nothing more than a threat and cause for anxiety.

Regrettably, even as the demand for training at all levels in the workplace continues to grow because of these changing technologies, the United States has historically lagged far behind our global competitors in training workers. In fact, a study by the Congressional Office of Technology Assessment concluded: "When measured by international standards, most American workers are not well trained."

While some U.S. companies devote a substantial amount of money to training, many of our global competitors spend considerably more. A study by the American Society for Training and Development highlighted this point when it found that U.S. companies spend—in the aggregate—approximately 1.4 percent of their payroll on training, while a number of our competitor nations actually require companies to spend 2 to 4 percent. While I would not espouse a mandatory training budget for any business, I believe we can and should seek to improve the availability of training for our Nation's workers—and especially for those who

need it most but are least likely to receive it. And that's precisely who the working American training voucher is designed to reach.

Mr. President, the working American training voucher would provide access to critically needed training for workers at businesses with 200 or fewer employees. Why is it targeted to workers in small businesses? Quite simply, because these are the individuals who are the least likely to receive—or be offered—employer-provided training. The same report by the Congressional Office of Technology Assessment summarized the plight of employees at small businesses quite succinctly: "Many (employees) in smaller firms receive no formal training."

A recent report—completed by Prof. Craig Olson at the University of Wisconsin-Madison and presented to the Senate Manufacturing Task Force this past September—looked at the difference between the likelihood an individual would receive training and the level of educational achievement he or she attained, or the field he or she chose to enter. Dr. Olson's study found that individuals with a bachelor's or master's degree had a 50 percent chance of receiving training in the past year, while individuals with a high school diploma had only a 17 percent chance. Those who dropped out of high school fared even worse; their odds of receiving training were only 5 percent.

When viewed by occupation, individuals who worked in production- or service-related jobs had only a 16 percent and 18 percent chance of receiving training respectively, while those in management had a 50 percent chance. When considering that only one in four American workers received training in the past 12 months, these odds don't bode well for many employees at small businesses whose educational attainment and occupations fall in the categories that are the least likely to receive training.

One might understandably ask: Why is it that small businesses often provide so little training? The answer: cost. Small businesses are quite often unable to afford the cost of sending an employee to a training program. When your business is just trying to make ends meet, it's impossible to send an employee to a training class that costs the business both money and time away from work.

Mr. President, the working American training voucher is designed to address this problem in a straightforward and efficient way. These vouchers—valued at up to \$1,000 each—would be made available to employees at small businesses through the existing job training system that is already in place as a result of the Job Training Partnership Act, or JTPA. As my colleagues in the Senate know, State and local governments—joined by the private sector—have primary responsibility for the development, management, and administration of job training programs in the JTPA, so no new distribution network

would be necessary to conduct this voucher program.

The only major requirement for receiving a voucher would be that the employee and employer must agree on the specific training that will be purchased with the voucher. This will ensure that the training will be targeted specifically to the needs of the individual and the business—money would not be spent on generic training programs that teach skills that are of little, if any, use in a particular field or job. Furthermore, such an agreement will ensure that workers are actively engaged in pursuing training that will help their careers, even as employers will be urging employees to undertake training that will help the business.

The Senate Labor Committee will soon be preparing legislation to recraft and consolidate many of our federally-run job training programs in the JTPA. I am greatly concerned that none of our current 128 job training programs is specifically targeted to training for currently employed individuals—and I believe that the working American training voucher would fill this void for those who need access to this training the most. Therefore, I am hopeful that my legislation and this concept will be incorporated in the job training reform bill when it is reported from the Senate Labor Committee and is considered on the floor of the Senate.

Mr. President, I believe that as we prepare our work force for the next century, we should be encouraging workers to develop new skills that will improve their longevity in their current jobs even as they gain confidence that their skills will be needed in the future. Not only will these new skills increase the confidence and performance of the individual worker, but they will also improve the productivity of the business who employs them. And we all know that if we improve a business' productivity and output, that business is more likely to survive and thrive—which means that this voucher may ultimately assist in preserving businesses and jobs in the long run.

Furthermore, better skills and training will ensure that individuals are able to rapidly transition to new jobs in the unfortunate event their current job is lost for reasons beyond their control. Regardless of how favorable the Tax Code is made or how many burdensome regulations we remove, we will never be able to guarantee an individual that his or her job will be around forever. But we can provide a worker with access to training that will keep his or her skills up to date and marketable no matter what the future holds.

Mr. President, the working American training voucher would be a tangible, concrete, and definable program that would address a core issue facing American workers. It will ensure that those who typically have the least access to training will be able to acquire the skills needed for their current jobs, while improving their jobs in the future. It is targeted to those who are

most in need of assistance, and will ensure that we no longer wait until an individual is out of work to provide help.

The Federal Government often promises the American people many things, but we can never offer peace of mind to a worker who doesn't know if his or her skills are adequate to keep them employed. Let's take a step in the right direction and at least ensure that those who have a job will not lose it due to a lack of access to training and new skills. Let's pass the Working American Training Voucher Act.

By Ms. MOSLEY-BRAUN:

S. 1171. A bill for the relief of Janina Altagracia Castillo-Rojas and her husband, Diogenes Patricio Rojas; to the Committee on the Judiciary.

PRIVATE RELIEF LEGISLATION

Ms. MOSELEY-BRAUN. Mr. President, I am introducing this bill today to provide relief to Janina Altagracia Castillo-Rojas and her husband, Diogenes Patricio Rojas. These two individuals, who currently reside in Chicago, IL, face deportation later this month to the Dominican Republic as a result of an absurd technicality in current Federal immigration law.

Ms. Rojas has been denied citizenship because her mother was the child of a U.S. citizen female and foreign male. Previous law allowed only children of U.S. citizen males and foreign females to claim U.S. citizenship.

Simply put, Mrs. Rojas has been denied U.S. citizenship because she had the "misfortune" of having a U.S. citizen grandmother instead of a U.S. citizen grandfather.

In 1994, Senator Paul Simon passed the Immigration and Nationality and Technical Corrections Act, which allowed individuals born overseas before 1934 to U.S. citizen mothers, and their descendants, to claim U.S. citizenship. As a result of that 1994 law, the mother of Janina Rojas applied for U.S. citizenship, which she received in January 1996.

When Janina Rojas attempted to derive citizenship as a descendant of a direct beneficiary of the 1994 law, however, her application was denied. Despite the 1994 law, the Immigration and Naturalization Service requires that the mother of Janina Rojas meet transmission requirements: the mother must have been physically present in the U.S. for 10 years prior to Janina's birth, 5 of which were after the age of 16 years, in order for Janina to derive citizenship. Since her mother was prohibited from becoming a U.S. citizen until 1996, however, it is unreasonable to require that she was in the U.S. for 10 years.

Clearly, while 60 years of discriminatory law was corrected in 1994, the citizenship qualifications of the line of descendants of those U.S. citizen females remain adversely impacted.

On May 1 of this year, I introduced a bill, S. 677, the Equity In Transmission of Citizenship Act of 1997, that will waive the parental transmission re-

quirement for the grandchildren of U.S. citizen females. That bill has been referred to the Senate Judiciary Committee. While I am hopeful S. 677 will be promptly approved, it may not be approved before September 27, the deportation date of Mr. and Mrs. Rojas. The private relief bill I introduce today will provide an extension for Mr. and Mrs. Rojas so that S. 677 can be taken up and passed.

Mr. President, I ask unanimous consent that the text of this bill be printed in the RECORD.

There being no objection, the bill was ordered to be printed in the RECORD, as follows:

S. 1171

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*

**SECTION 1. PERMANENT RESIDENCE.**

Notwithstanding any other provisions of law, for purposes of the Immigration and Nationality Act (8 U.S.C. 1101 et seq.), Janina Altagracia Castillo-Rojas and her husband, Diogenes Patricio Rojas, shall be held and considered to have been lawfully admitted to the United States for permanent residence as of the date of the enactment of this Act upon payment of the required visa fees.

**SEC. 2. REDUCTION OF NUMBER OF AVAILABLE VISAS.**

Upon the granting of permanent residence to Janina Altagracia Castillo-Rojas and her husband, Diogenes Patricio Rojas, as provided in this Act, the Secretary of State shall instruct the proper officer to reduce by the appropriate number during the current fiscal year the total number of immigrant visas available to natives of the country of the aliens' birth under section 203(a) of the Immigration and Nationality Act (8 U.S.C. 1153(a)).

**ADDITIONAL COSPONSORS**

S. 294

At the request of Mrs. HUTCHISON, the name of the Senator from Pennsylvania [Mr. SPECTER] was added as a cosponsor of S. 294, a bill to amend chapter 51 of title 18, United States Code, to establish Federal penalties for the killing or attempted killing of a law enforcement officer of the District of Columbia, and for other purposes.

S. 623

At the request of Mr. INOUE, the name of the Senator from Arkansas [Mr. BUMPERS] was added as a cosponsor of S. 623, a bill to amend title 38, United States Code, to deem certain service in the organized military forces of the Government of the Commonwealth of the Philippines and the Philippine Scouts to have been active service for purposes of benefits under programs administered by the Secretary of Veterans Affairs.

S. 859

At the request of Mr. KYL, the name of the Senator from Texas [Mrs. HUTCHISON] was added as a cosponsor of S. 859, a bill to repeal the increase in tax on social security benefits.

S. 1037

At the request of Mr. JEFFORDS, the name of the Senator from Maine [Ms.

SNOWE] was added as a cosponsor of S. 1037, a bill to amend the Internal Revenue Code of 1986 to establish incentives to increase the demand for and supply of quality child care, to provide incentives to States that improve the quality of child care, to expand clearinghouse and electronic networks for the distribution of child care information, to improve the quality of child care provided through Federal facilities and programs, and for other purposes.

S. 1154

At the request of Mr. REED, the name of the Senator from Nevada [Mr. BRYAN] was added as a cosponsor of S. 1154, a bill to amend the Electronic Fund Transfer Act to clarify consumer liability for unauthorized transactions involving debit cards that can be used like credit cards, and for other purposes.

**SENATE RESOLUTION 94**

At the request of Mr. WARNER, the name of the Senator from South Dakota [Mr. JOHNSON] was added as a cosponsor of Senate Resolution 94, a resolution commending the American Medical Association on its 150th anniversary, its 150 years of caring for the United States, and its continuing effort to uphold the principles upon which Nathan Davis, M.D. and his colleagues founded the American Medical Association to "promote the science and art of medicine and the betterment of public health."

**SENATE RESOLUTION 119**

At the request of Mr. FEINGOLD, the names of the Senator from North Dakota [Mr. DORGAN] and the Senator from North Dakota [Mr. CONRAD] were added as cosponsors of Senate Resolution 119, a resolution to express the sense of the Senate that the Secretary of Agriculture should establish a temporary emergency minimum milk price that is equitable to all producers nationwide and that provides price relief to economically distressed milk producers.

**AMENDMENT NO. 1070**

At the request of Mr. GREGG the names of the Senator from New Mexico [Mr. BINGAMAN], the Senator from Iowa [Mr. HARKIN], and the Senator from North Dakota [Mr. DORGAN] were added as cosponsors of amendment No. 1070 proposed to S. 1061, an original bill making appropriations for the Departments of Labor, Health and Human Services, and Education, and related agencies for the fiscal year ending September 30, 1998, and for other purposes.

**AMENDMENT NO. 1122**

At the request of Mr. GORTON the names of the Senator from North Carolina [Mr. HELMS] and the Senator from Indiana [Mr. COATS] were added as cosponsors of amendment No. 1122 proposed to S. 1061, an original bill making appropriations for the Departments of Labor, Health and Human Services, and Education, and related agencies for the fiscal year ending September 30, 1998, and for other purposes.

At the request of Mr. BINGAMAN his name, and the names of the Senator

from North Dakota [Mr. DORGAN], and the Senator from Iowa [Mr. HARKIN] were added as cosponsors of amendment No. 1122 proposed to S. 1061, *supra*.

#### SENATE CONCURRENT RESOLUTION 52—RELATIVE TO FTC RULING ON MADE IN USA LABELING

Mr. HOLLINGS (for himself and Mr. ABRAHAM) submitted the following concurrent resolution; which was referred to the Committee on Commerce, Science, and Transportation:

S. CON. RES. 52

Whereas for the past several decades the "Made in USA" label has defined a product as having all or virtually all of its parts and labor originating in the United States;

Whereas the people of the United States depend upon the integrity of this label when purchasing products;

Whereas the label projects a sense of pride for American workmanship and value;

Whereas the Federal Trade Commission has proposed regulations to lower this standard to allow substantial amounts of a product to be of foreign origin;

Whereas lowering this standard will be a misrepresentation to consumers in the United States who presently believe products bearing the "Made in USA" label were all or virtually all made in the United States;

Whereas consumers in the United States are entitled to purchase products with the understanding that the labels on these products reflect consistent definitions; and

Whereas the Federal Trade Commission is responsible for safeguarding the consumer from unfair, deceptive, and fraudulent practices: Now, therefore be it

*Resolved by the Senate (the House of Representatives concurring), That the Congress—*

(1) maintains that the standard for the "Made in USA" label should continue to be that a product was all or virtually all made in the United States; and

(2) urges the Federal Trade Commission to refrain from lowering this standard at the expense of consumers and jobs in the United States.

Mr. HOLLINGS. Mr. President, today, along with Senator SPENCER ABRAHAM of Michigan, I am pleased to submit a resolution opposing a proposal by the Federal Trade Commission to allow the "Made in the USA" label to be applied by products that are not made in the United States. If the FTC's proposal were to take effect, it would result in misleading and inaccurate claims and could ultimately cause widespread deception and consumer confusion. Moreover, the FTC's proposal would encourage manufacturers to send U.S. jobs abroad.

The FTC's recent proposal would reverse 50 years of precedent by the use of the "Made in USA" label even for products with as much as 25 percent or more, foreign labor or materials if they were substantially transformed in the United States. In some instances this could result in a product being labeled as "Made in the USA", even if all of the product's materials or components were made abroad.

Under current rules, products can only be labeled as made in the USA. If

all or virtually all of the products is made in the United States. This strict rule ensures that American consumers can rely on the assertions made by manufacturers, on U.S. made products. American consumers have come to rely on this label, as insurance that the components, materials, and labor used to make the product are from the United States. To change the standard would invite confusion and undermine the value of the made in the USA label.

The FTC's proposal is opposed by many of the country's leading consumer groups, including the National Consumer's League, the National Council of Senior Citizens, and Citizen Action. Moreover, many leading manufacturers, agriculture groups, and labor unions oppose changes to the current standard. In my State of South Carolina one of our pre-eminent manufacturers, Nucor Steel Corp., is among the corporations opposed to the FTC changes.

In addition, by permitting manufacturers to mislabel their products, the FTC is encouraging American employers to transfer manufacturing of components or materials abroad. Because consumers prefer products made in the United States, the "Made in USA" label is strong incentive for manufacturers to keep jobs in the United States. By permitting manufacturers to shift manufacturing abroad where they can pay lower wages and still maintain the benefits of labeling products as made in the USA, the FTC is explicitly encouraging the transfer of jobs abroad.

#### AMENDMENTS SUBMITTED

#### THE FOOD AND DRUG ADMINISTRATION MODERNIZATION AND ACCOUNTABILITY ACT OF 1997 PRESCRIPTION DRUG USERS FEE REAUTHORIZATION ACT OF 1997

##### JEFFORDS AMENDMENT NO. 1130

Mr. JEFFORDS proposed an amendment to the bill (S. 830) to amend the Federal Food, Drug, and Cosmetic Act and the Public Health Service Act to improve the regulation of food, drugs, devices, and biological products, and for other purposes; as follows:

Strike all after the enacting clause and insert the following:

##### SECTION 1. SHORT TITLE.

This Act may be cited as the "Food and Drug Administration Modernization and Accountability Act of 1997".

##### SEC. 2. TABLE OF CONTENTS.

The table of contents for this Act is as follows:

- Sec. 1. Short title.
- Sec. 2. Table of contents.
- Sec. 3. References.

##### TITLE I—IMPROVING PATIENT ACCESS

- Sec. 101. Mission of the Food and Drug Administration.
- Sec. 102. Expanded access to investigational therapies.
- Sec. 103. Expanded humanitarian use of devices.

##### TITLE II—INCREASING ACCESS TO EXPERTISE AND RESOURCES

- Sec. 201. Interagency collaboration.
- Sec. 202. Sense of the committee regarding mutual recognition agreements and global harmonization efforts.
- Sec. 203. Contracts for expert review.
- Sec. 204. Accredited-party reviews.
- Sec. 205. Device performance standards.

##### TITLE III—IMPROVING COLLABORATION AND COMMUNICATION

- Sec. 301. Collaborative determinations of device data requirements.
- Sec. 302. Collaborative review process.

##### TITLE IV—IMPROVING CERTAINTY AND CLARITY OF RULES

- Sec. 401. Policy statements.
- Sec. 402. Product classification.
- Sec. 403. Use of data relating to premarket approval.
- Sec. 404. Consideration of labeling claims for product review.
- Sec. 405. Certainty of review timeframes.
- Sec. 406. Limitations on initial classification determinations.
- Sec. 407. Clarification with respect to a general use and specific use of a device.
- Sec. 408. Clarification of the number of required clinical investigations for approval.
- Sec. 409. Prohibited acts.

##### TITLE V—IMPROVING ACCOUNTABILITY

- Sec. 501. Agency plan for statutory compliance and annual report.

##### TITLE VI—BETTER ALLOCATION OF RESOURCES BY SETTING PRIORITIES

- Sec. 601. Minor modifications.
- Sec. 602. Environmental impact review.
- Sec. 603. Exemption of certain classes of devices from premarket notification requirement.
- Sec. 604. Evaluation of automatic class III designation.
- Sec. 605. Secretary's discretion to track devices.
- Sec. 606. Secretary's discretion to conduct postmarket surveillance.
- Sec. 607. Reporting.
- Sec. 608. Pilot and small-scale manufacture.
- Sec. 609. Requirements for radiopharmaceuticals.
- Sec. 610. Modernization of regulation of biological products.
- Sec. 611. Approval of supplemental applications for approved products.
- Sec. 612. Health care economic information.
- Sec. 613. Expediting study and approval of fast track drugs.
- Sec. 614. Manufacturing changes for drugs and biologics.
- Sec. 615. Data requirements for drugs and biologics.
- Sec. 616. Food contact substances.
- Sec. 617. Health claims for food products.
- Sec. 618. Pediatric studies marketing exclusivity.
- Sec. 619. Positron emission tomography.
- Sec. 620. Disclosure.
- Sec. 621. Referral statements relating to food nutrients.

##### TITLE VII—FEES RELATING TO DRUGS

- Sec. 701. Short title.
- Sec. 702. Findings.
- Sec. 703. Definitions.
- Sec. 704. Authority to assess and use drug fees.
- Sec. 705. Annual reports.
- Sec. 706. Effective date.
- Sec. 707. Termination of effectiveness.

##### TITLE VIII—MISCELLANEOUS

- Sec. 801. Registration of foreign establishments.

- Sec. 802. Elimination of certain labeling requirements.
- Sec. 803. Clarification of seizure authority.
- Sec. 804. Intramural research training award program.
- Sec. 805. Device samples.
- Sec. 806. Interstate commerce.
- Sec. 807. National uniformity for non-prescription drugs and cosmetics.
- Sec. 808. Information program on clinical trials for serious or life-threatening diseases.
- Sec. 809. Application of Federal law to the practice of pharmacy compounding.
- Sec. 810. Reports of postmarketing approval studies.
- Sec. 811. Information exchange.
- Sec. 812. Reauthorization of clinical pharmacology program.
- Sec. 813. Monograph for sunburn products.

### SEC. 3. REFERENCES.

Except as otherwise expressly provided, wherever in this Act an amendment or repeal is expressed in terms of an amendment to, or repeal of, a section or other provision, the reference shall be considered to be made to a section or other provision of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 321 et seq.).

### TITLE I—IMPROVING PATIENT ACCESS

#### SEC. 101. MISSION OF THE FOOD AND DRUG ADMINISTRATION.

Section 903 (21 U.S.C. 393) is amended—

(1) by redesignating subsections (b) and (c) as subsections (c) and (d), respectively; and

(2) by inserting after subsection (a) the following:

“(b) MISSION.—

“(1) IN GENERAL.—The Administration shall protect the public health by ensuring that—

“(A) foods are safe, wholesome, sanitary, and properly labeled;

“(B) human and veterinary drugs and biologics are safe and effective;

“(C) there is reasonable assurance of safety and effectiveness of devices intended for human use;

“(D) cosmetics are safe; and

“(E) public health and safety are protected from electronic product radiation.

“(2) SPECIAL RULES.—The Administration shall promptly and efficiently review clinical research and take appropriate action on the marketing of regulated products in a manner that does not unduly impede innovation or product availability. The Administration shall participate with other countries to reduce the burden of regulation, to harmonize regulatory requirements, and to achieve appropriate reciprocal arrangements with other countries.”.

#### SEC. 102. EXPANDED ACCESS TO INVESTIGATIONAL THERAPIES.

Chapter V (21 U.S.C. 351 et seq.) is amended by adding at the end the following:

##### “Subchapter D—Unapproved Therapies and Diagnostics

#### “SEC. 551. EXPANDED ACCESS TO UNAPPROVED THERAPIES AND DIAGNOSTICS.

“(a) EMERGENCY SITUATIONS.—The Secretary may, under appropriate conditions determined by the Secretary, authorize the shipment of investigational drugs (including investigational biological products), or investigational devices, (as defined in regulations prescribed by the Secretary) for the diagnosis, monitoring, or treatment of a serious disease or condition in emergency situations.

“(b) INDIVIDUAL PATIENT ACCESS TO INVESTIGATIONAL PRODUCTS INTENDED FOR SERIOUS DISEASES.—Any person, acting through a physician licensed in accordance with State

law, may request from a manufacturer or distributor, and any manufacturer or distributor may provide to such physician after compliance with the provisions of this subsection, an investigational drug (including an investigational biological product), or investigational device, (as defined in regulations prescribed by the Secretary) for the diagnosis, monitoring, or treatment of a serious disease or condition if—

“(1) the licensed physician determines that the person has no comparable or satisfactory alternative therapy available to diagnose, monitor, or treat the disease or condition involved, and that the risk to the person from the investigational drug or investigational device is not greater than the risk from the disease or condition;

“(2) the Secretary determines that there is sufficient evidence of safety and effectiveness to support the use of the investigational drug or investigational device in the case described in paragraph (1);

“(3) the Secretary determines that provision of the investigational drug or investigational device will not interfere with the initiation, conduct, or completion of clinical investigations to support marketing approval; and

“(4) the product sponsor, or clinical investigator, of the investigational drug or investigational device submits to the Secretary a clinical protocol consistent with the provisions of section 505(i) or 520(g) and any regulations promulgated under section 505(i) or 520(g) describing the use of investigational drugs or investigational devices in a single patient or a small group of patients.

“(c) TREATMENT INDICATIONS.—Upon submission by a product sponsor or a physician of a protocol intended to provide widespread access to an investigational product for eligible patients, the Secretary shall permit an investigational drug (including an investigational biological product) or investigational device to be made available for expanded access under a treatment investigational new drug application or investigational device exemption (as the terms are described in regulations prescribed by the Secretary) if the Secretary determines that—

“(1) under the treatment investigational new drug application or investigational device exemption, the investigational drug or investigational device is intended for use in the diagnosis, monitoring, or treatment of a serious or immediately life-threatening disease or condition;

“(2) there is no comparable or satisfactory alternative therapy available to diagnose, monitor, or treat that stage of disease or condition in the population of patients to which the investigational drug or investigational device is intended to be administered;

“(3)(A) the investigational drug or investigational device is under investigation in a controlled clinical trial for the use described in paragraph (1) under an effective investigational new drug application or investigational device exemption; and

“(B) all clinical trials necessary for approval of that use of the investigational drug or investigational device have been completed;

“(4) the sponsor of the controlled clinical trials is actively pursuing marketing approval of the investigational drug or investigational device for the use described in paragraph (1) with due diligence;

“(5) the provision of the investigational drug or investigational device will not interfere with the enrollment of patients in ongoing clinical investigations under section 505(i) or 520(g);

“(6) in the case of serious diseases, there is sufficient evidence of safety and effectiveness to support the use described in paragraph (1); and

“(7) in the case of immediately life-threatening diseases, the available scientific evidence, taken as a whole, provides a reasonable basis to conclude that the product may be effective for its intended use and would not expose patients to an unreasonable and significant risk of illness or injury.

A protocol submitted under this subsection shall be subject to the provisions of section 505(i) or 520(g) and regulations promulgated under section 505(i) or 520(g). The Secretary may inform national, State, and local medical associations and societies, voluntary health associations, and other appropriate persons about the availability of an investigational drug or investigational device under expanded access protocols submitted under this subsection. The information provided by the Secretary, in accordance with the preceding sentence, shall be of the same type of information that is required by section 402(j)(3).

“(d) TERMINATION.—The Secretary may, at any time, with respect to a person, manufacturer, or distributor described in this section, terminate expanded access provided under this section for an investigational drug (including an investigational biological product) or investigational device if the requirements under this section are no longer met.”.

#### SEC. 103. EXPANDED HUMANITARIAN USE OF DEVICES.

Section 520(m) (21 U.S.C. 360j(m)) is amended—

(1) in paragraph (2), by adding at the end the following flush sentences:

“The request shall be in the form of an application submitted to the Secretary. Not later than 75 days after the date of the receipt of the application, the Secretary shall issue an order approving or denying the application.”;

(2) in paragraph (4)—

(A) in subparagraph (B), by inserting after “(2)(A)” the following: “, unless a physician determines that waiting for such an approval from an institutional review committee will cause harm or death to a patient, and makes a good faith effort to obtain the approval, and does not receive a timely response from an institutional review committee on the request of the physician for approval to use the device for such treatment or diagnosis”; and

(B) by adding at the end the following flush sentences:

“In a case in which a physician described in subparagraph (B) uses a device without an approval from an institutional review committee, the physician shall, after the use of the device, notify the chairperson of the institutional review committee of such use. Such notification shall include the identification of the patient involved, the date on which the device was used, and the reason for the use.”; and

(3) by striking paragraph (5) and inserting the following:

“(5) The Secretary may require a person granted an exemption under paragraph (2) to demonstrate continued compliance with the requirements of this subsection if the Secretary believes such demonstration to be necessary to protect the public health or if the Secretary has reason to believe that the criteria for the exemption are no longer met.”.

### TITLE II—INCREASING ACCESS TO EXPERTISE AND RESOURCES

#### SEC. 201. INTERAGENCY COLLABORATION.

Section 903(b) (21 U.S.C. 393(b)), as added by section 101(2), is amended by adding at the end the following:

“(3) INTERAGENCY COLLABORATION.—The Secretary shall implement programs and policies that will foster collaboration between the Administration, the National Institutes of Health, and other science-based

Federal agencies, to enhance the scientific and technical expertise available to the Secretary in the conduct of the duties of the Secretary with respect to the development, clinical investigation, evaluation, and postmarket monitoring of emerging medical therapies, including complementary therapies, and advances in nutrition and food science.”.

**SEC. 202. SENSE OF THE COMMITTEE REGARDING MUTUAL RECOGNITION AGREEMENTS AND GLOBAL HARMONIZATION EFFORTS.**

It is the sense of the Committee on Labor and Human Resources of the Senate that—

(1) the Secretary of Health and Human Services should support the Office of the United States Trade Representative, in consultation with the Secretary of Commerce, in efforts to move toward the acceptance of mutual recognition agreements relating to the regulation of drugs, biological products, devices, foods, food additives, and color additives, and the regulation of good manufacturing practices, between the European Union and the United States;

(2) the Secretary of Health and Human Services should regularly participate in meetings with representatives of other foreign governments to discuss and reach agreement on methods and approaches to harmonize regulatory requirements; and

(3) the Office of International Relations of the Department of Health and Human Services (as established under section 803 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 383)) should have the responsibility of ensuring that the process of harmonizing international regulatory requirements is continuous.

**SEC. 203. CONTRACTS FOR EXPERT REVIEW.**

Chapter IX (21 U.S.C. 391 et seq.) is amended by adding at the end the following:

**“SEC. 906. CONTRACTS FOR EXPERT REVIEW.**

“(a) IN GENERAL.—

“(1) AUTHORITY.—The Secretary may enter into a contract with any organization or any individual (who is not an employee of the Department) with expertise in a relevant discipline, to review, evaluate, and make recommendations to the Secretary on part or all of any application or submission (including a petition, notification, and any other similar form of request) made under this Act for the approval or classification of an article or made under section 351(a) of the Public Health Service Act (42 U.S.C. 262(a)) with respect to a biological product. Any such contract shall be subject to the requirements of section 708 relating to the confidentiality of information.

“(2) INCREASED EFFICIENCY AND EXPERTISE THROUGH CONTRACTS.—The Secretary shall use the authority granted in paragraph (1) whenever the Secretary determines that a contract described in paragraph (1) will improve the timeliness or quality of the review of an application or submission described in paragraph (1), unless using such authority would reduce the quality, or unduly increase the cost, of such review. Such improvement may include providing the Secretary increased scientific or technical expertise that is necessary to review or evaluate new therapies and technologies.

“(b) REVIEW OF EXPERT REVIEW.—

“(1) IN GENERAL.—Subject to paragraph (2), the official of the Food and Drug Administration responsible for any matter for which expert review is used pursuant to subsection (a) shall review the recommendations of the organization or individual who conducted the expert review and shall make a final decision regarding the matter within 60 days after receiving the recommendations.

“(2) LIMITATION.—A final decision under paragraph (1) shall be made within the appli-

cable prescribed time period for review of the matter as set forth in this Act or in the Public Health Service Act (42 U.S.C. 201 et seq.).

“(3) AUTHORITY OF SECRETARY.—Notwithstanding subsection (a), the Secretary shall retain full authority to make determinations with respect to the approval or disapproval of an article under this Act, the approval or disapproval of a biologics license with respect to a biological product under section 351(a) of the Public Health Service Act, or the classification of an article as a device under section 513(f)(1).”.

**SEC. 204. ACCREDITED-PARTY REVIEWS.**

(a) IN GENERAL.—Subchapter A of chapter V (21 U.S.C. 351 et seq.) is amended by adding at the end the following:

**“SEC. 523. ACCREDITED-PARTY PARTICIPATION.**

“(a) ACCREDITATION.—Not later than 1 year after the date of enactment of this section, the Secretary shall accredit entities or individuals who are not employees of the Federal Government to review reports made to the Secretary under section 510(k) for devices and make recommendations to the Secretary regarding the initial classification of such devices under section 513(f)(1), except that this paragraph shall not apply to a report made to the Secretary under section 510(k) for a device that is—

“(1) for a use in supporting or sustaining human life;

“(2) for implantation in the human body for more than 1 year; or

“(3) for a use that is of substantial importance in preventing the impairment of human health.

“(b) ACCREDITATION.—Within 180 days after the date of enactment of this section, the Secretary shall adopt methods of accreditation that ensure that entities or individuals who conduct reviews and make recommendations under this section are qualified, properly trained, knowledgeable about handling confidential documents and information, and free of conflicts of interest. The Secretary shall publish the methods of accreditation in the Federal Register on the adoption of the methods.

“(c) WITHDRAWAL OF ACCREDITATION.—The Secretary may suspend or withdraw the accreditation of any entity or individual accredited under this section, after providing notice and an opportunity for an informal hearing, if such entity or individual acts in a manner that is substantially not in compliance with the requirements established by the Secretary under subsection (b), including the failure to avoid conflicts of interest, the failure to protect confidentiality of information, or the failure to competently review premarket submissions for devices.

“(d) SELECTION AND COMPENSATION.—A person who intends to make a report described in subsection (a) to the Secretary shall have the option to select an accredited entity or individual to review such report. Upon the request by a person to have a report reviewed by an accredited entity or individual, the Secretary shall identify for the person no less than 2 accredited entities or individuals from whom the selection may be made. Compensation for an accredited entity or individual shall be determined by agreement between the accredited entity or individual and the person who engages the services of the accredited entity or individual and shall be paid by the person who engages such services.

“(e) REVIEW BY SECRETARY.—

“(1) IN GENERAL.—The Secretary shall require an accredited entity or individual, upon making a recommendation under this section with respect to an initial classification of a device, to notify the Secretary in writing of the reasons for such recommendation.

“(2) TIME PERIOD FOR REVIEW.—Not later than 30 days after the date on which the Secretary is notified under paragraph (1) by an accredited entity or individual with respect to a recommendation of an initial classification of a device, the Secretary shall make a determination with respect to the initial classification.

“(3) SPECIAL RULE.—The Secretary may change the initial classification under section 513(f)(1) that is recommended by the accredited entity or individual under this section, and in such case shall notify in writing the person making the report described in subsection (a) of the detailed reasons for the change.

“(f) DURATION.—The authority provided by this section terminates—

“(1) 5 years after the date on which the Secretary notifies Congress that at least 2 persons accredited under subsection (b) are available to review at least 60 percent of the submissions under section 510(k); or

“(2) 4 years after the date on which the Secretary notifies Congress that at least 35 percent of the devices that are subject to review under subsection (a), and that were the subject of final action by the Secretary in the fiscal year preceding the date of such notification, were reviewed by the Secretary under subsection (e), whichever occurs first.

“(g) REPORT.—

“(1) IN GENERAL.—Not later than 1 year after the date of enactment of this section, the Secretary shall contract with an independent research organization to prepare and submit to the Secretary a written report examining the use of accredited entities and individuals to conduct reviews under this section. The Secretary shall submit the report to Congress not later than 6 months prior to the conclusion of the applicable period described in subsection (f).

“(2) CONTENTS.—The report by the independent research organization described in paragraph (1) shall identify the benefits or detriments to public and patient health of using accredited entities and individuals to conduct such reviews, and shall summarize all relevant data, including data on the review of accredited entities and individuals (including data on the review times, recommendations, and compensation of the entities and individuals), and data on the review of the Secretary (including data on the review times, changes, and reasons for changes of the Secretary).”.

(b) RECORDKEEPING.—Section 704 (21 U.S.C. 374) is amended by adding at the end the following:

“(f)(1) A person accredited under section 523 to review reports made under section 510(k) and make recommendations of initial classifications of devices to the Secretary shall maintain records documenting the training qualifications of the person and the employees of the person, the procedures used by the person for handling confidential information, the compensation arrangements made by the person in accordance with section 523(d), and the procedures used by the person to identify and avoid conflicts of interest. Upon the request of an officer or employee designated by the Secretary, the person shall permit the officer or employee, at all reasonable times, to have access to, to copy, and to verify, the records.

“(2) Within 15 days after the receipt of a written request from the Secretary to a person accredited under section 523 for copies of records described in paragraph (1), the person shall produce the copies of the records at the place designated by the Secretary.”.

**SEC. 205. DEVICE PERFORMANCE STANDARDS.**

(a) ALTERNATIVE PROCEDURE.—Section 514 (21 U.S.C. 360d) is amended by adding at the end the following:

### "Recognition of a Standard"

"(c)(1)(A) In addition to establishing performance standards under this section, the Secretary may, by publication in the Federal Register, recognize all or part of a performance standard established by a nationally or internationally recognized standard development organization for which a person may submit a declaration of conformity in order to meet premarket submission requirements or other requirements under this Act to which such standards are applicable.

"(B) If a person elects to use a performance standard recognized by the Secretary under subparagraph (A) to meet the requirements described in subparagraph (A), the person shall provide a declaration of conformity to the Secretary that certifies that the device is in conformity with such standard. A person may elect to use data, or information, other than data required by a standard recognized under subparagraph (A) to fulfill or satisfy any requirement under this Act.

"(2) The Secretary may withdraw such recognition of a performance standard through publication of a notice in the Federal Register that the Secretary will no longer recognize the standard, if the Secretary determines that the standard is no longer appropriate for meeting the requirements under this Act.

"(3)(A) Subject to subparagraph (B), the Secretary shall accept a declaration of conformity that a device is in conformity with a standard recognized under paragraph (1) unless the Secretary finds—

"(i) that the data or information submitted to support such declaration does not demonstrate that the device is in conformity with the standard identified in the declaration of conformity; or

"(ii) that the standard identified in the declaration of conformity is not applicable to the particular device under review.

"(B) The Secretary may request, at any time, the data or information relied on by the person to make a declaration of conformity with respect to a standard recognized under paragraph (1).

"(C) A person relying on a declaration of conformity with respect to a standard recognized under paragraph (1) shall maintain the data and information demonstrating conformity of the device to the standard for a period of 2 years after the date of the classification or approval of the device by the Secretary or a period equal to the expected design life of the device, whichever is longer."

(b) SECTION 301.—Section 301 (21 U.S.C. 331) is amended by adding at the end the following:

"(x) The falsification of a declaration of conformity submitted under subsection (c) of section 514 or the failure or refusal to provide data or information requested by the Secretary under section 514(c)(3)."

(c) SECTION 501.—Section 501(e) (21 U.S.C. 351(e)) is amended—

(1) by striking "(e)" and inserting "(e)(1)"; and

(2) by inserting at the end the following:

"(2) If it is declared to be, purports to be, or is represented as, a device that is in conformity with any performance standard recognized under section 514(c) unless such device is in all respects in conformity with such standard."

### TITLE III—IMPROVING COLLABORATION AND COMMUNICATION

#### SEC. 301. COLLABORATIVE DETERMINATIONS OF DEVICE DATA REQUIREMENTS.

Section 513(a)(3) (21 U.S.C. 360c(a)(3)) is amended by adding at the end the following:

"(C)(i)(I) The Secretary, upon the written request of any person intending to submit an application under section 515, shall meet with such person to determine the type of

valid scientific evidence (within the meaning of subparagraphs (A) and (B)) that will be necessary to demonstrate the effectiveness of a device for the conditions of use proposed by such person, to support an approval of an application. The written request shall include a detailed description of the device, a detailed description of the proposed conditions of use of the device, a proposed plan for determining whether there is a reasonable assurance of effectiveness, and, if available, information regarding the expected performance from the device. Within 30 days after such meeting, the Secretary shall specify in writing the type of valid scientific evidence that will provide a reasonable assurance that a device is effective under the conditions of use proposed by such person.

"(II) Any clinical data, including 1 or more well-controlled investigations, specified in writing by the Secretary for demonstrating a reasonable assurance of device effectiveness shall be specified as a result of a determination by the Secretary—

"(aa) that such data are necessary to establish device effectiveness; and

"(bb) that no other less burdensome means of evaluating device effectiveness is available that would have a reasonable likelihood of resulting in an approval.

"(ii) The determination of the Secretary with respect to the specification of valid scientific evidence under clause (i) shall be binding upon the Secretary, unless such determination by the Secretary is contrary to the public health."

#### SEC. 302. COLLABORATIVE REVIEW PROCESS.

Section 515(d) (21 U.S.C. 360e(d)) is amended—

(1) in paragraph (1)(A), by striking "paragraph (2) of this subsection" each place it appears and inserting "paragraph (4)";

(2) by redesignating paragraphs (2) and (3) as paragraphs (4) and (5), respectively; and

(3) by inserting after paragraph (1) the following:

"(2)(A)(i) The Secretary shall, upon the written request of an applicant, meet with the applicant, not later than 100 days after the receipt of an application from the applicant that has been filed as complete under subsection (c), to discuss the review status of the application.

"(ii) If the application does not appear in a form that would require an approval under this subsection, the Secretary shall in writing, and prior to the meeting, provide to the applicant a description of any deficiencies in the application identified by the Secretary based on an interim review of the entire application and identify the information that is required to correct those deficiencies.

"(iii) The Secretary and the applicant may, by mutual consent, establish a different schedule for a meeting required under this paragraph.

"(B) The Secretary shall notify the applicant immediately of any deficiency identified in the application that was not described as a deficiency in the written description provided by the Secretary under subparagraph (A)."

### TITLE IV—IMPROVING CERTAINTY AND CLARITY OF RULES

#### SEC. 401. POLICY STATEMENTS.

Section 701(a) (21 U.S.C. 371(a)) is amended—

(1) by striking "(a) The" and inserting "(a)(1) The"; and

(2) by adding at the end the following:

"(2) Not later than February 27, 1999, the Secretary, after evaluating the effectiveness of the Good Guidance Practices document published in the Federal Register at 62 Fed. Reg. 8961, shall promulgate a regulation specifying the policies and procedures of the Food and Drug Administration for the devel-

opment, issuance, and use of guidance documents."

#### SEC. 402. PRODUCT CLASSIFICATION.

Chapter VII (21 U.S.C. 371 et seq.) is amended by adding at the end the following:

### "Subchapter D—Classification of Products and Environmental Impact Reviews

#### "SEC. 741. CLASSIFICATION OF PRODUCTS.

"(a) REQUEST.—A person who submits an application or submission (including a petition, notification, and any other similar form of request) under this Act, may submit a request to the Secretary respecting the classification of an article as a drug, biological product, device, or a combination product subject to section 503(g) or respecting the component of the Food and Drug Administration that will regulate the article. In submitting the request, the person shall recommend a classification for the article, or a component to regulate the article, as appropriate.

"(b) STATEMENT.—Not later than 60 days after the receipt of the request described in subsection (a), the Secretary shall determine the classification of the article or the component of the Food and Drug Administration that will regulate the article and shall provide to the person a written statement that identifies the classification of the article or the component of the Food and Drug Administration that will regulate the article and the reasons for such determination. The Secretary may not modify such statement except with the written consent of the person or for public health reasons.

"(c) INACTION OF SECRETARY.—If the Secretary does not provide the statement within the 60-day period described in subsection (b), the recommendation made by the person under subsection (a) shall be considered to be a final determination by the Secretary of the classification of the article or the component of the Food and Drug Administration that will regulate the article and may not be modified by the Secretary except with the written consent of the person or for public health reasons."

#### SEC. 403. USE OF DATA RELATING TO PRE-MARKET APPROVAL.

(a) IN GENERAL.—Section 520(h)(4) (21 U.S.C. 360j(h)(4)) is amended to read as follows:

"(4)(A) Any information contained in an application for premarket approval filed with the Secretary pursuant to section 515(c) (including information from clinical and pre-clinical tests or studies that demonstrate the safety and effectiveness of a device, but excluding descriptions of methods of manufacture and product composition) shall be available, 6 years after the application has been approved by the Secretary, for use by the Secretary in—

"(i) approving another device;

"(ii) determining whether a product development protocol has been completed, under section 515 for another device;

"(iii) establishing a performance standard or special control under this Act; or

"(iv) classifying or reclassifying another device under section 513 and subsection (1)(2).

"(B) The publicly available detailed summaries of information respecting the safety and effectiveness of devices required by paragraph (1)(A) shall be available for use by the Secretary as the evidentiary basis for the agency actions described in subparagraph (A)."

(b) CONFORMING AMENDMENT.—Section 517(a) (21 U.S.C. 360g(a)) is amended—

(1) in paragraph (8), by adding "or" at the end;

(2) in paragraph (9), by striking ", or" and inserting a comma; and

(3) by striking paragraph (10).



**SEC. 404. CONSIDERATION OF LABELING CLAIMS FOR PRODUCT REVIEW.**

(a) **PREMARKET APPROVAL.**—Section 515(d)(1)(A) (21 U.S.C. 360e(d)(1)(A)) is amended by adding at the end the following flush sentences:

"In making the determination whether to approve or deny the application, the Secretary shall rely on the conditions of use included in the proposed labeling as the basis for determining whether or not there is a reasonable assurance of safety and effectiveness, if the proposed labeling is neither false nor misleading. In determining whether or not such labeling is false or misleading, the Secretary shall fairly evaluate all material facts pertinent to the proposed labeling."

(b) **PREMARKET NOTIFICATION.**—Section 513(i)(1) (21 U.S.C. 360c(i)(1)) is amended by adding at the end the following:

"(C) Whenever the Secretary requests information to demonstrate that the devices with differing technological characteristics are substantially equivalent, the Secretary shall only request information that is necessary to make a substantial equivalence determination. In making such a request, the Secretary shall consider the least burdensome means of demonstrating substantial equivalence and shall request information accordingly."

"(D) The determination of the Secretary under this subsection and section 513(f)(1) with respect to the intended use of a device shall be based on the intended use included in the proposed labeling of the device submitted in a report under section 510(k)."

(c) **RULE OF CONSTRUCTION.**—Nothing in the amendment made by subsection (b) shall be construed to alter any authority of the Secretary of Health and Human Services to regulate any nicotine-delivery device.

**SEC. 405. CERTAINTY OF REVIEW TIMEFRAMES.**

(a) **CLARIFICATION ON THE 90-DAY TIMEFRAME FOR PREMARKET NOTIFICATION REVIEWS.**—Section 510(k) (21 U.S.C. 360) is amended by adding at the end the following flush sentence:

"The Secretary shall review the report required by this subsection and make a determination under section 513(f)(1) not later than 90 days after receiving the report."

(b) **ONE-CYCLE REVIEW.**—Section 515(d) (21 U.S.C. 360e(d)), as amended by section 302, is amended by inserting after paragraph (2) the following:

"(3) Except as provided in paragraph (1), the period for the review of an application by the Secretary under this subsection shall be not more than 180 days. Such period may not be restarted or extended even if the application is amended. The Secretary is not required to review a major amendment to an application, unless the amendment is made in response to a request by the Secretary for information."

**SEC. 406. LIMITATIONS ON INITIAL CLASSIFICATION DETERMINATIONS.**

Section 510 (21 U.S.C. 360) is amended by adding at the end the following:

"(m) The Secretary may not withhold a determination of the initial classification of a device under section 513(f)(1) because of a failure to comply with any provision of this Act that is unrelated to a substantial equivalence decision, including a failure to comply with the requirements relating to good manufacturing practices under section 520(f)."

**SEC. 407. CLARIFICATION WITH RESPECT TO A GENERAL USE AND SPECIFIC USE OF A DEVICE.**

Not later than 270 days after the date of enactment of this section, the Secretary of Health and Human Services shall promulgate a final regulation specifying the general principles that the Secretary of Health and

Human Services will consider in determining when a specific intended use of a device is not reasonably included within a general use of such device for purposes of a determination of substantial equivalence under section 513(f)(1) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360c(f)(1)).

**SEC. 408. CLARIFICATION OF THE NUMBER OF REQUIRED CLINICAL INVESTIGATIONS FOR APPROVAL.**

(a) **DEVICE CLASSES.**—Section 513(a)(3)(A) (21 U.S.C. 360c(a)(3)(A)) is amended by striking "clinical investigations" and inserting "1 or more clinical investigations".

(b) **NEW DRUGS.**—Section 505(d) (21 U.S.C. 355(d)) is amended by adding at the end the following: "Substantial evidence may, as appropriate, consist of data from 1 adequate and well-controlled clinical investigation and confirmatory evidence (obtained prior to or after such investigation), if the Secretary determines, based on relevant science, that such data and evidence are sufficient to establish effectiveness."

**SEC. 409. PROHIBITED ACTS.**

Section 301(j) (21 U.S.C. 331(j)) is repealed.

**TITLE V—IMPROVING ACCOUNTABILITY****SEC. 501. AGENCY PLAN FOR STATUTORY COMPLIANCE AND ANNUAL REPORT.**

Section 903(b) (21 U.S.C. 393(b)), as amended by section 201, is further amended by adding at the end the following:

"(4) **AGENCY PLAN FOR STATUTORY COMPLIANCE.**—

"(A) **IN GENERAL.**—Not later than 180 days after the date of enactment of this paragraph, the Secretary, after consultation with relevant experts, health care professionals, representatives of patient and consumer advocacy groups, and the regulated industry, shall develop and publish in the Federal Register a plan bringing the Secretary into compliance with each of the obligations of the Secretary under this Act and other relevant statutes. The Secretary shall biannually review the plan and shall revise the plan as necessary, in consultation with such persons."

"(B) **OBJECTIVES OF AGENCY PLAN.**—The plan required by subparagraph (A) shall establish objectives, and mechanisms to be used by the Secretary, acting through the Commissioner, including objectives and mechanisms that—

"(i) minimize deaths of, and harm to, persons who use or may use an article regulated under this Act;

"(ii) maximize the clarity of, and the availability of information about, the process for review of applications and submissions (including petitions, notifications, and any other similar forms of request) made under this Act, including information for potential consumers and patients concerning new products;

"(iii) implement all inspection and postmarket monitoring provisions of this Act by July 1, 1999;

"(iv) ensure access to the scientific and technical expertise necessary to ensure compliance by the Secretary with the statutory obligations described in subparagraph (A);

"(v) establish a schedule to bring the Administration into full compliance by July 1, 1999, with the time periods specified in this Act for the review of all applications and submissions described in clause (ii) and submitted after the date of enactment of this paragraph; and

"(vi) reduce backlogs in the review of all applications and submissions described in clause (ii) for any article with the objective of eliminating all backlogs in the review of the applications and submissions by January 1, 2000."

"(5) **ANNUAL REPORT.**—

"(A) **CONTENTS.**—The Secretary shall prepare and publish in the Federal Register and

solicit public comment on an annual report that—

"(i) provides detailed statistical information on the performance of the Secretary under the plan described in paragraph (4);

"(ii) compares such performance of the Secretary with the objectives of the plan and with the statutory obligations of the Secretary;

"(iii) analyzes any failure of the Secretary to achieve any objective of the plan or to meet any statutory obligation;

"(iv) identifies any regulatory policy that has a significant impact on compliance with any objective of the plan or any statutory obligation; and

"(v) sets forth any proposed revision to any such regulatory policy, or objective of the plan that has not been met."

"(B) **STATISTICAL INFORMATION.**—The statistical information described in subparagraph (A)(i) shall include a full statistical presentation relating to all applications and submissions (including petitions, notifications, and any other similar forms of request) made under this Act and approved or subject to final action by the Secretary during the year covered by the report. In preparing the statistical presentation, the Secretary shall take into account the date of—

"(i) the submission of any investigational application;

"(ii) the application of any clinical hold;

"(iii) the submission of any application or submission (including a petition, notification, and any other similar form of request) made under this Act for approval or clearance;

"(iv) the acceptance for filing of any application or submission described in clause (iii) for approval or clearance;

"(v) the occurrence of any unapprovable action;

"(vi) the occurrence of any approvable action; and

"(vii) the approval or clearance of any application or submission described in clause (iii)."

"(C) **SPECIAL RULE.**—If the Secretary provides information in a report required by section 705 of the Food and Drug Administration Modernization and Accountability Act of 1997 or a report required by the amendments made by the Government Performance and Results Act of 1993 and that information is required by this paragraph, the report shall be deemed to satisfy the requirements of this paragraph relating to that information."

**TITLE VI—BETTER ALLOCATION OF RESOURCES BY SETTING PRIORITIES****SEC. 601. MINOR MODIFICATIONS.**

(a) **ACTION ON INVESTIGATIONAL DEVICE EXEMPTIONS.**—Section 520(g) (21 U.S.C. 360j(g)) is amended by adding at the end the following:

"(6)(A) The Secretary shall, not later than 120 days after the date of enactment of this paragraph, by regulation modify parts 812 and 813 of title 21, Code of Federal Regulations to update the procedures and conditions under which a device intended for human use may, upon application by the sponsor of the device, be granted an exemption from the requirements of this Act."

"(B) The regulation shall permit developmental changes in a device (including manufacturing changes) in response to information collected during an investigation without requiring an additional approval of an application for an investigational device exemption or the approval of a supplement to such application, if the sponsor of the investigation determines, based on credible information, prior to making any such changes, that the changes—

"(i) do not affect the scientific soundness of an investigational plan submitted under

paragraph (3)(A) or the rights, safety, or welfare of the human subjects involved in the investigation; and

"(ii) do not constitute a significant change in design, or a significant change in basic principles of operation, of the device."

(b) ACTION ON APPLICATION.—Section 515(d)(1)(B) (21 U.S.C. 360e(d)(1)(B)) is amended by adding at the end the following:

"(iii) The Secretary shall accept and review data and any other information from investigations conducted under the authority of regulations required by section 520(g), to make a determination of whether there is a reasonable assurance of safety and effectiveness of a device subject to a pending application under this section if—

"(I) the data or information is derived from investigations of an earlier version of the device, the device has been modified during or after the investigations (but prior to submission of an application under subsection (c)) and such a modification of the device does not constitute a significant change in the design or in the basic principles of operation of the device that would invalidate the data or information; or

"(II) the data or information relates to a device approved under this section, is available for use under this Act, and is relevant to the design and intended use of the device for which the application is pending."

(c) ACTION ON SUPPLEMENTS.—Section 515(d) (21 U.S.C. 360e(d)), as amended by section 302, is further amended by adding at the end the following:

"(6)(A)(i) A supplemental application shall be required for any change to a device subject to an approved application under this subsection that affects safety or effectiveness, unless such change is a modification in a manufacturing procedure or method of manufacturing and the holder of the approved application submits a written notice to the Secretary that describes in detail the change, summarizes the data or information supporting the change, and informs the Secretary that the change has been made under the requirements of section 520(f).

"(ii) The holder of an approved application who submits a notice under clause (i) with respect to a manufacturing change of a device may distribute the device 30 days after the date on which the Secretary receives the notice, unless the Secretary within such 30-day period notifies the holder that the notice is not adequate and describes such further information or action that is required for acceptance of such change. If the Secretary notifies the holder that a premarket approval supplement is required, the Secretary shall review the supplement within 135 days after the receipt of the supplement. The time used by the Secretary to review the notice of the manufacturing change shall be deducted from the 135-day review period if the notice meets appropriate content requirements for premarket approval supplements.

"(B)(i) Subject to clause (ii), in reviewing a supplement to an approved application, for an incremental change to the design of a device that affects safety or effectiveness, the Secretary shall approve such supplement if—

"(I) nonclinical data demonstrate that the design modification creates the intended additional capacity, function, or performance of the device; and

"(II) clinical data from the approved application and any supplement to the approved application provide a reasonable assurance of safety and effectiveness for the changed device.

"(ii) The Secretary may require, when necessary, additional clinical data to evaluate the design modification of the device to provide a reasonable assurance of safety and effectiveness."

#### SEC. 602. ENVIRONMENTAL IMPACT REVIEW.

Chapter VII (21 U.S.C. 371 et seq.), as amended by section 402, is further amended by adding at the end the following:

#### "SEC. 742. ENVIRONMENTAL IMPACT REVIEW.

"Notwithstanding any other provision of law, no action by the Secretary pursuant to this Act shall be subject to an environmental assessment, an environmental impact statement, or other environmental consideration unless the Secretary demonstrates, in writing—

"(1) that there is a reasonable probability that the environmental impact of the action is sufficiently substantial and within the factors that the Secretary is authorized to consider under this Act; and

"(2) that consideration of the environmental impact will directly affect the decision on the action."

#### SEC. 603. EXEMPTION OF CERTAIN CLASSES OF DEVICES FROM PREMARKET NOTIFICATION REQUIREMENT.

(a) CLASS I AND CLASS II DEVICES.—Section 510(k) (21 U.S.C. 360(k)) is amended by striking "intended for human use" and inserting "intended for human use (except a device that is classified into class I under section 513 or 520 unless the Secretary determines such device is intended for a use that is of substantial importance in preventing impairment of human health or such device presents a potential unreasonable risk of illness or injury, or a device that is classified into class II under section 513 or 520 and is exempt from the requirements of this subsection under subsection (l))".

(b) PUBLICATION OF EXEMPTION.—Section 510 (21 U.S.C. 360) is amended by inserting after subsection (k) the following:

"(l)(1) Not later than 30 days after the date of enactment of this subsection, the Secretary shall publish in the Federal Register a list of each type of class II device that does not require a notification under subsection (k) to provide reasonable assurance of safety and effectiveness. Each type of class II device identified by the Secretary not to require the notification shall be exempt from the requirement to provide notification under subsection (k) as of the date of the publication of the list in the Federal Register.

"(2) Beginning on the date that is 1 day after the date of the publication of a list under this subsection, the Secretary may exempt a class II device from the notification requirement of subsection (k), upon the Secretary's own initiative or a petition of an interested person, if the Secretary determines that such notification is not necessary to assure the safety and effectiveness of the device. The Secretary shall publish in the Federal Register notice of the intent of the Secretary to exempt the device, or of the petition, and provide a 30-day period for public comment. Within 120 days after the issuance of the notice in the Federal Register, the Secretary shall publish an order in the Federal Register that sets forth the final determination of the Secretary regarding the exemption of the device that was the subject of the notice."

#### SEC. 604. EVALUATION OF AUTOMATIC CLASS III DESIGNATION.

Section 513(f) (21 U.S.C. 360c(f)) is amended—

(1) in paragraph (1)—

(A) in subparagraph (B), by striking "paragraph (2)" and inserting "paragraph (3)"; and

(B) in the last sentence, by striking "paragraph (2)" and inserting "paragraph (2) or (3)";

(2) by redesignating paragraphs (2) and (3) as paragraphs (3) and (4), respectively; and

(3) by inserting after paragraph (1) the following:

"(2)(A) Any person who submits a report under section 510(k) for a type of device that has not been previously classified under this Act, and that is classified into class III under paragraph (1), may request, within 30 days after receiving written notice of such a classification, the Secretary to classify the device under the criteria set forth in subparagraphs (A) through (C) subsection (a)(1). The person may, in the request, recommend to the Secretary a classification for the device. Any such request shall describe the device and provide detailed information and reasons for the recommended classification.

"(B)(i) Not later than 60 days after the date of the submission of the request under subparagraph (A) for classification of a device under the criteria set forth in subparagraphs (A) through (C) of subsection (a)(1), the Secretary shall by written order classify the device. Such classification shall be the initial classification of the device for purposes of paragraph (1) and any device classified under this paragraph shall be a predicate device for determining substantial equivalence under paragraph (1).

"(ii) A device that remains in class III under this subparagraph shall be deemed to be adulterated within the meaning of section 501(f)(1)(B) until approved under section 515 or exempted from such approval under section 520(g).

"(C) Within 30 days after the issuance of an order classifying a device under this paragraph, the Secretary shall publish a notice in the Federal Register announcing such classification."

#### SEC. 605. SECRETARY'S DISCRETION TO TRACK DEVICES.

(a) RELEASE OF INFORMATION.—Section 519(e) (21 U.S.C. 360i(e)) is amended by adding at the end the following flush sentence:

"Any patient receiving a device subject to tracking under this section may refuse to release, or refuse permission to release, the patient's name, address, social security number, or other identifying information for the purpose of tracking."

(b) PUBLICATION OF CERTAIN DEVICES.—Not later than 180 days after the date of enactment of this Act, the Secretary of Health and Human Services shall develop and publish in the Federal Register a list that identifies each type of device subject to tracking under section 519(e)(1) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 360i(e)(1)). Each device not identified by the Secretary of Health and Human Services under this subsection or designated by the Secretary under section 519(e)(2) shall be deemed to be exempt from the mandatory tracking requirement under section 519 of such Act. The Secretary of Health and Human Services shall have authority to modify the list of devices exempted from the mandatory tracking requirements.

#### SEC. 606. SECRETARY'S DISCRETION TO CONDUCT POSTMARKET SURVEILLANCE.

(a) IN GENERAL.—Section 522 (21 U.S.C. 360j) is amended by striking "SEC. 522." and all that follows through "(2) DISCRETIONARY SURVEILLANCE.—The" and inserting the following:

"SEC. 522. (a) DISCRETIONARY SURVEILLANCE.—The"

(b) SURVEILLANCE APPROVAL.—Section 522(b) (21 U.S.C. 360j(b)) is amended to read as follows:

"(b) SURVEILLANCE APPROVAL.—

"(1) IN GENERAL.—Each manufacturer that receives notice from the Secretary that the manufacturer is required to conduct surveillance of a device under subsection (a) shall, not later than 30 days after receiving the notice, submit for the approval of the Secretary, a plan for the required surveillance.

"(2) DETERMINATION.—Not later than 60 days after the receipt of the plan, the Secretary shall determine if a person proposed

in the plan to conduct the surveillance has sufficient qualifications and experience to conduct the surveillance and if the plan will result in the collection of useful data that can reveal unforeseen adverse events or other information necessary to protect the public health and to provide safety and effectiveness information for the device.

"(3) LIMITATION ON PLAN APPROVAL.—The Secretary may not approve the plan until the plan has been reviewed by a qualified scientific and technical review committee established by the Secretary."

#### SEC. 607. REPORTING.

(a) REPORTS.—Section 519 (21 U.S.C. 360i) is amended—

(1) in subsection (a)—

(A) in the first sentence by striking "make such reports, and provide such information," and inserting "and each such manufacturer or importer shall make such reports, provide such information, and submit such samples and components of devices (as required by paragraph (10))";

(B) in paragraph (8), by striking "; and" and inserting a semicolon; and

(C) by striking paragraph (9) and inserting the following:

"(9) shall require distributors to keep records and make such records available to the Secretary upon request; and"

(2) by striking subsection (d); and

(3) in subsection (f), by striking ", importer, or distributor" each place it appears and inserting "or importer".

(b) REGISTRATION.—Section 510(g) (21 U.S.C. 360(g)) is amended—

(1) by redesignating paragraph (4) as paragraph (5);

(2) by inserting after paragraph (3), the following:

"(4) any distributor who acts as a wholesale distributor of devices, and who does not manufacture, repack, process, or relabel a device; or"; and

(3) by adding at the end the following flush sentence:

"In this subsection, the term 'wholesale distributor' means any person who distributes a device from the original place of manufacture to the person who makes the final delivery or sale of the device to the ultimate consumer or user."

#### SEC. 608. PILOT AND SMALL-SCALE MANUFACTURE.

(a) NEW DRUGS.—Section 505(c) (21 U.S.C. 355(c)) is amended by adding at the end the following:

"(4) A new drug manufactured in a pilot or other small facility may be used to demonstrate the safety and effectiveness of the new drug and to obtain approval of the new drug prior to scaling up to a larger facility, unless the Secretary determines that a full scale production facility is necessary to ensure the safety or effectiveness of the new drug."

(b) NEW ANIMAL DRUGS.—Section 512(c) (21 U.S.C. 360b(c)) is amended by adding at the end the following:

"(4) A new animal drug manufactured in a pilot or other small facility may be used to demonstrate the safety and effectiveness of the new drug and to obtain approval of the new drug prior to scaling up to a larger facility, unless the Secretary determines that a full scale production facility is necessary to ensure the safety or effectiveness of the new drug."

#### SEC. 609. REQUIREMENTS FOR RADIOPHARMACEUTICALS.

(a) REQUIREMENTS.—

(1) REGULATIONS.—

(A) PROPOSED REGULATIONS.—Not later than 180 days after the date of enactment of this Act, the Secretary of Health and Human Services, after consultation with patient ad-

vocacy groups, associations, physicians licensed to use radiopharmaceuticals, and the regulated industry, shall issue proposed regulations governing the approval of radiopharmaceuticals designed for diagnosis and monitoring of diseases and conditions. The regulations shall provide that the determination of the safety and effectiveness of such a radiopharmaceutical under section 505 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 355) or section 351 of the Public Health Service Act (42 U.S.C. 262) shall include (but not be limited to) consideration of the proposed use of the radiopharmaceutical in the practice of medicine, the pharmacological and toxicological activity of the radiopharmaceutical (including any carrier or ligand component of the radiopharmaceutical), and the estimated absorbed radiation dose of the radiopharmaceutical.

(B) FINAL REGULATIONS.—Not later than 18 months after the date of enactment of this Act, the Secretary shall promulgate final regulations governing the approval of the radiopharmaceuticals.

(2) SPECIAL RULE.—In the case of a radiopharmaceutical intended to be used for diagnostic or monitoring purposes, the indications for which such radiopharmaceutical is approved for marketing may, in appropriate cases, refer to manifestations of disease (such as biochemical, physiological, anatomic, or pathological processes) common to, or present in, 1 or more disease states.

(b) DEFINITION.—In this section, the term "radiopharmaceutical" means—

(1) an article—

(A) that is intended for use in the diagnosis or monitoring of a disease or a manifestation of a disease in humans; and

(B) that exhibits spontaneous disintegration of unstable nuclei with the emission of nuclear particles or photons; or

(2) any nonradioactive reagent kit or nuclide generator that is intended to be used in the preparation of any such article.

#### SEC. 610. MODERNIZATION OF REGULATION OF BIOLOGICAL PRODUCTS.

(a) LICENSES.—

(1) IN GENERAL.—Section 351(a) of the Public Health Service Act (42 U.S.C. 262(a)) is amended to read as follows:

"(a)(1) Except as provided in paragraph (4), no person shall introduce or deliver for introduction into interstate commerce any biological product unless—

"(A) a biologics license is in effect for the biological product; and

"(B) each package of the biological product is plainly marked with—

"(i) the proper name of the biological product contained in the package;

"(ii) the name, address, and applicable license number of the manufacturer of the biological product; and

"(iii) the expiration date of the biological product.

"(2)(A) The Secretary shall establish, by regulation, requirements for the approval, suspension, and revocation of biologics licenses.

"(B) The Secretary shall approve a biologics license application on the basis of a demonstration that—

"(i) the biological product that is the subject of the application is safe, pure, and potent; and

"(ii) the facility in which the biological product is manufactured, processed, packed, or held meets standards designed to assure that the biological product continues to be safe, pure, and potent.

"(3) A biologics license application shall be approved only if the applicant (or other appropriate person) consents to the inspection of the facility that is the subject of the application, in accordance with subsection (c).

"(4) The Secretary shall prescribe requirements under which a biological product undergoing investigation shall be exempt from the requirements of paragraph (1)."

(2) ELIMINATION OF EXISTING LICENSE REQUIREMENT.—Section 351(d) of the Public Health Service Act (42 U.S.C. 262(d)) is amended—

(A) by striking "(d)(1)" and all that follows through "of this section.";

(B) in paragraph (2)—

(i) by striking "(2)(A) Upon" and inserting "(d)(1) Upon;" and

(ii) by redesignating subparagraph (B) as paragraph (2); and

(C) in paragraph (2) (as so redesignated by subparagraph (B)(ii))—

(i) by striking "subparagraph (A)" and inserting "paragraph (1)"; and

(ii) by striking "this subparagraph" each place it appears and inserting "this paragraph".

(b) LABELING.—Section 351(b) of the Public Health Service Act (42 U.S.C. 262(b)) is amended to read as follows:

"(b) No person shall falsely label or mark any package or container of any biological product or alter any label or mark on the package or container of the biological product so as to falsify the label or mark."

(c) INSPECTION.—Section 351(c) of the Public Health Service Act (42 U.S.C. 262(c)) is amended by striking "virus, serum," and all that follows and inserting "biological product."

(d) DEFINITION; APPLICATION.—Section 351 of the Public Health Service Act (42 U.S.C. 262) is amended by adding at the end the following:

"(i) In this section, the term 'biological product' means a virus, therapeutic serum, toxin, antitoxin, vaccine, blood, blood component or derivative, allergenic product, or analogous product, or arsphenamine or derivative of arsphenamine (or any other trivalent organic arsenic compound), applicable to the prevention, treatment, or cure of a disease or condition of human beings."

(e) CONFORMING AMENDMENT.—Section 503(g)(4) (21 U.S.C. 353(g)(4)) is amended—

(1) in subparagraph (A)—

(A) by striking "section 351(a)" and inserting "section 351(i)"; and

(B) by striking "262(a)" and inserting "262(i)"; and

(2) in subparagraph (B)(iii), by striking "product or establishment license under subsection (a) or (d)" and inserting "biologics license application under subsection (a)".

(f) SPECIAL RULE.—The Secretary of Health and Human Services shall take measures to minimize differences in the review and approval of products required to have approved biologics license applications under section 351 of the Public Health Service Act (42 U.S.C. 262) and products required to have approved full new drug applications under section 505(b)(1) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 355(b)(1)).

#### SEC. 611. APPROVAL OF SUPPLEMENTAL APPLICATIONS FOR APPROVED PRODUCTS.

(a) PERFORMANCE STANDARDS.—Not later than 180 days after the date of enactment of this section, the Secretary of Health and Human Services shall publish in the Federal Register performance standards for the prompt review of supplemental applications submitted for approved articles under the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 321 et seq.).

(b) GUIDANCE TO INDUSTRY.—Not later than 180 days after the date of enactment of this section, the Secretary of Health and Human Services shall issue final guidances to clarify the requirements for, and facilitate the submission of data to support, the approval of supplemental applications for the approved

articles described in subsection (a). The guidances shall—

(1) clarify circumstances in which published matter may be the basis for approval of a supplemental application;

(2) specify data requirements that will avoid duplication of previously submitted data by recognizing the availability of data previously submitted in support of an original application; and

(3) define supplemental applications that are eligible for priority review.

(c) **RESPONSIBILITIES OF CENTERS.**—The Secretary of Health and Human Services shall designate an individual in each center within the Food and Drug Administration (except the Center for Food Safety and Applied Nutrition) to be responsible for—

(1) encouraging the prompt review of supplemental applications for approved articles; and

(2) working with sponsors to facilitate the development and submission of data to support supplemental applications.

(d) **COLLABORATION.**—The Secretary of Health and Human Services shall implement programs and policies that will foster collaboration between the Food and Drug Administration, the National Institutes of Health, professional medical and scientific societies, and other persons, to identify published and unpublished studies that may support a supplemental application, and to encourage sponsors to make supplemental applications or conduct further research in support of a supplemental application based, in whole or in part, on such studies.

#### **SEC. 612. HEALTH CARE ECONOMIC INFORMATION.**

Section 502(a) (21 U.S.C. 352(a)) is amended by adding at the end the following: "Health care economic information provided to a formulary committee, or other similar entity, in the course of the committee or the entity carrying out its responsibilities for the selection of drugs for managed care or other similar organizations, shall not be considered to be false or misleading if the health care economic information directly relates to an indication approved under section 505 or 507 or section 351(a) of the Public Health Service Act (42 U.S.C. 262(a)) for such drug and is based on competent and reliable scientific evidence. The requirements set forth in section 505(a), 507, or section 351(a) of the Public Health Service Act (42 U.S.C. 262(a)) shall not apply to health care economic information provided to such a committee or entity in accordance with this paragraph. Information that is relevant to the substantiation of the health care economic information presented pursuant to this paragraph shall be made available to the Secretary upon request. In this paragraph, the term 'health care economic information' means any analysis that identifies, measures, or compares the economic consequences, including the costs of the represented health outcomes, of the use of a drug to the use of another drug, to another health care intervention, or to no intervention."

#### **SEC. 613. EXPEDITING STUDY AND APPROVAL OF FAST TRACK DRUGS.**

(a) **IN GENERAL.**—Chapter V (21 U.S.C. 351 et seq.), as amended by section 102, is further amended by adding at the end the following:

##### **"Subchapter E—Fast Track Drugs and Reports of Post-Market Approval Studies**

#### **"SEC. 561. FAST TRACK DRUGS.**

"(a) **DESIGNATION OF DRUG AS A FAST TRACK DRUG.**—

"(1) **IN GENERAL.**—The Secretary shall facilitate development, and expedite review and approval of new drugs and biological products that are intended for the treatment of serious or life-threatening conditions and that demonstrate the potential to address

unmet medical needs for such conditions. In this Act, such products shall be known as 'fast track drugs'.

"(2) **REQUEST FOR DESIGNATION.**—The sponsor of a drug (including a biological product) may request the Secretary to designate the drug as a fast track drug. A request for the designation may be made concurrently with, or at any time after, submission of an application for the investigation of the drug under section 505(i) or section 351(a)(4) of the Public Health Service Act.

"(3) **DESIGNATION.**—Within 30 calendar days after the receipt of a request under paragraph (2), the Secretary shall determine whether the drug that is the subject of the request meets the criteria described in paragraph (1). If the Secretary finds that the drug meets the criteria, the Secretary shall designate the drug as a fast track drug and shall take such actions as are appropriate to expedite the development and review of the drug.

"(b) **APPROVAL OF APPLICATION FOR A FAST TRACK DRUG.**—

"(1) **IN GENERAL.**—The Secretary may approve an application for approval of a fast track drug under section 505(b) or section 351 of the Public Health Service Act (21 U.S.C. 262) upon a determination that the drug has an effect on a surrogate endpoint that is reasonably likely to predict clinical benefit.

"(2) **LIMITATION.**—Approval of a fast track drug under this subsection may be subject to the requirements—

"(A) that the sponsor conduct appropriate post-approval studies to validate the surrogate endpoint or otherwise confirm the clinical benefit of the drug; and

"(B) that the sponsor submit copies of all promotional materials related to the fast track drug during the preapproval review period and following approval, at least 30 days prior to dissemination of the materials for such period of time as the Secretary deems appropriate.

"(3) **EXPEDITED WITHDRAWAL OF APPROVAL.**—The Secretary may withdraw approval of a fast track drug using expedited procedures (as prescribed by the Secretary in regulations) including a procedure that provides an opportunity for an informal hearing, if—

"(A) the sponsor fails to conduct any required post-approval study of the fast track drug with due diligence;

"(B) a post-approval study of the fast track drug fails to verify clinical benefit of the fast track drug;

"(C) other evidence demonstrates that the fast track drug is not safe or effective under conditions of use of the drug; or

"(D) the sponsor disseminates false or misleading promotional materials with respect to the fast track drug.

"(c) **REVIEW OF INCOMPLETE APPLICATIONS FOR APPROVAL OF A FAST TRACK DRUG.**—

"(1) **IN GENERAL.**—If preliminary evaluation by the Secretary of clinical efficacy data for a fast track drug under investigation shows evidence of effectiveness, the Secretary shall evaluate for filing, and may commence review of, portions of an application for the approval of the drug if the applicant provides a schedule for submission of information necessary to make the application complete and any fee that may be required under section 736.

"(2) **EXCEPTION.**—Any time period for review of human drug applications that has been set forth in goals identified in letters of the Secretary (relating to the use of fees collected under section 736 to expedite the drug development process and the review of human drug applications) shall not apply to an application submitted under paragraph (1)

until the date on which the application is complete.

"(d) **AWARENESS EFFORTS.**—The Secretary shall—

"(1) develop and widely disseminate to physicians, patient organizations, pharmaceutical and biotechnology companies, and other appropriate persons a comprehensive description of the provisions applicable to fast track drugs established under this section; and

"(2) establish an ongoing program to encourage the development of surrogate endpoints that are reasonably likely to predict clinical benefit for serious or life-threatening conditions for which there exist significant unmet medical needs."

(b) **GUIDANCE.**—Within 1 year after the date of enactment of this Act, the Secretary of Health and Human Services shall issue guidance for fast track drugs that describes the policies and procedures that pertain to section 561 of the Federal Food, Drug, and Cosmetic Act.

#### **SEC. 614. MANUFACTURING CHANGES FOR DRUGS AND BIOLOGICS.**

(a) **IN GENERAL.**—Chapter VII (21 U.S.C. 371 et seq.), as amended by section 602, is further amended by adding at the end the following:

##### **"Subchapter E—Manufacturing Changes**

#### **"SEC. 751. MANUFACTURING CHANGES.**

"(a) **IN GENERAL.**—A change in the manufacture of a new drug, including a biological product, or a new animal drug may be made in accordance with this section.

"(b) **CHANGES.**—

"(1) **VALIDATION.**—Before distributing a drug made after a change in the manufacture of the drug from the manufacturing process established in the approved new drug application under section 505, the approved new animal drug application under section 512, or the license application under section 351 of the Public Health Service Act, the applicant shall validate the effect of the change on the identity, strength, quality, purity, and potency of the drug as the identity, strength, quality, purity, and potency may relate to the safety or effectiveness of the drug.

"(2) **REPORTS.**—The applicant shall report the change described in paragraph (1) to the Secretary and may distribute a drug made after the change as follows:

"(A) **MAJOR MANUFACTURING CHANGES.**—

"(i) **IN GENERAL.**—Major manufacturing changes, which are of a type determined by the Secretary to have substantial potential to adversely affect the identity, strength, quality, purity, or potency of the drug as the identity, strength, quality, purity, and potency may relate to the safety or effectiveness of a drug, shall be submitted to the Secretary in a supplemental application and drugs made after such changes may not be distributed until the Secretary approves the supplemental application.

"(ii) **DEFINITION.**—In this subparagraph, the term 'major manufacturing changes' means—

"(I) changes in the qualitative or quantitative formulation of a drug or the specifications in the approved marketing application for the drug (unless exempted by the Secretary from the requirements of this subparagraph);

"(II) changes that the Secretary determines by regulation or issuance of guidance require completion of an appropriate human study demonstrating equivalence of the drug to the drug manufactured before such changes; and

"(III) other changes that the Secretary determines by regulation or issuance of guidance have a substantial potential to adversely affect the safety or effectiveness of the drug.

"(B) **OTHER MANUFACTURING CHANGES.**—

"(i) IN GENERAL.—As determined by the Secretary, manufacturing changes other than major manufacturing changes shall—

"(I) be made at any time and reported annually to the Secretary, with supporting data; or

"(II) be reported to the Secretary in a supplemental application.

"(ii) DISTRIBUTION OF THE DRUG.—In the case of changes reported in accordance with clause (i) (II)—

"(I) the applicant may distribute the drug 30 days after the Secretary receives the supplemental application unless the Secretary notifies the applicant within such 30-day period that prior approval of such supplemental application is required;

"(II) the Secretary shall approve or disapprove each such supplemental application; and

"(III) the Secretary may determine types of manufacturing changes after which distribution of a drug may commence at the time of submission of such supplemental application."

(b) EXISTING LAW.—The requirements of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 321 et seq.) and the Public Health Service Act (42 U.S.C. 201 et seq.) that are in effect on the date of enactment of this Act with respect to manufacturing changes shall remain in effect—

(1) for a period of 24 months after the date of enactment of this Act; or

(2) until the effective date of regulations promulgated by the Secretary of Health and Human Services implementing section 751 of the Federal Food, Drug, and Cosmetic Act, whichever is sooner.

#### SEC. 615. DATA REQUIREMENTS FOR DRUGS AND BIOLOGICS.

Within 12 months after the date of enactment of this Act, the Secretary of the Health and Human Services, acting through the Commissioner of Food and Drugs, shall issue guidance that describes when abbreviated study reports may be submitted, in lieu of full reports, with a new drug application under section 505 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 355) and with a biologics license application under section 351 of the Public Health Service Act (42 U.S.C. 262) for certain types of studies. Such guidance shall describe the kinds of studies for which abbreviated reports are appropriate and the appropriate abbreviated report formats.

#### SEC. 616. FOOD CONTACT SUBSTANCES.

(a) FOOD CONTACT SUBSTANCES.—Section 409(a) (21 U.S.C. 348(a)) is amended—

(1) in paragraph (1)—

(A) by striking "subsection (i)" and inserting "subsection (j)"; and

(B) by striking at the end "or";

(2) by striking the period at the end of paragraph (2) and inserting "; or";

(3) by inserting after paragraph (2) the following:

"(3) in the case of a food additive as defined in this Act that is a food contact substance, there is—

"(A) in effect, and such substance and the use of such substance are in conformity with, a regulation issued under this section prescribing the conditions under which such additive may be safely used; or

"(B) a notification submitted under subsection (h) that is effective."; and

(4) by striking the matter following paragraph (3) (as added by paragraph (2)) and inserting the following flush sentence:

"While such a regulation relating to a food additive, or such a notification under subsection (h) relating to a food additive that is a food contact substance, is in effect, and has not been revoked pursuant to subsection (i), a food shall not, by reason of bearing or con-

taining such a food additive in accordance with the regulation or notification, be considered adulterated under section 402(a)(1)."

(b) NOTIFICATION FOR FOOD CONTACT SUBSTANCES.—Section 409 (21 U.S.C. 348), as amended by subsection (a), is further amended—

(1) by redesignating subsections (h) and (i), as subsections (i) and (j), respectively;

(2) by inserting after subsection (g) the following:

"Notification Relating to a Food Contact Substance

"(h)(1) Subject to such regulations as may be promulgated under paragraph (3), a manufacturer or supplier of a food contact substance may, at least 120 days prior to the introduction or delivery for introduction into interstate commerce of the food contact substance, notify the Secretary of the identity and intended use of the food contact substance, and of the determination of the manufacturer or supplier that the intended use of such food contact substance is safe under the standard described in subsection (c)(3)(A). The notification shall contain the information that forms the basis of the determination, the fee required under paragraph (5), and all information required to be submitted by regulations promulgated by the Secretary.

"(2)(A) A notification submitted under paragraph (1) shall become effective 120 days after the date of receipt by the Secretary and the food contact substance may be introduced or delivered for introduction into interstate commerce, unless the Secretary makes a determination within the 120-day period that, based on the data and information before the Secretary, such use of the food contact substance has not been shown to be safe under the standard described in subsection (c)(3)(A), and informs the manufacturer or supplier of such determination.

"(B) A decision by the Secretary to object to a notification shall constitute final agency action subject to judicial review.

"(C) In this paragraph, the term 'food contact substance' means the substance that is the subject of a notification submitted under paragraph (1), and does not include a similar or identical substance manufactured or prepared by a person other than the manufacturer identified in the notification.

"(3)(A) The process in this subsection shall be utilized for authorizing the marketing of a food contact substance except where the Secretary determines that submission and review of a petition under subsection (b) is necessary to provide adequate assurance of safety, or where the Secretary and any manufacturer or supplier agree that such manufacturer or supplier may submit a petition under subsection (b).

"(B) The Secretary is authorized to promulgate regulations to identify the circumstances in which a petition shall be filed under subsection (b), and shall consider criteria such as the probable consumption of such food contact substance and potential toxicity of the food contact substance in determining the circumstances in which a petition shall be filed under subsection (b).

"(4) The Secretary shall keep confidential any information provided in a notification under paragraph (1) for 120 days after receipt by the Secretary of the notification. After the expiration of such 120 days, the information shall be available to any interested party except for any matter in the notification that is a trade secret or confidential commercial information.

"(5)(A) Each person that submits a notification regarding a food contact substance under this section shall be subject to the payment of a reasonable fee. The fee shall be based on the resources required to process

the notification including reasonable administrative costs for such processing.

"(B) The Secretary shall conduct a study of the costs of administering the notification program established under this section and, on the basis of the results of such study, shall, within 18 months after the date of enactment of the Food and Drug Administration Modernization and Accountability Act of 1997, promulgate regulations establishing the fee required by subparagraph (A).

"(C) A notification submitted without the appropriate fee is not complete and shall not become effective for the purposes of subsection (a)(3) until the appropriate fee is paid.

"(D) Fees collected pursuant to this subsection—

"(i) shall not be deposited as an offsetting collection to the appropriations for the Department of Health and Human Services;

"(ii) shall be credited to the appropriate account of the Food and Drug Administration; and

"(iii) shall be available in accordance with appropriation Acts until expended, without fiscal year limitation.

"(6) In this section, the term 'food contact substance' means any substance intended for use as a component of materials used in manufacturing, packing, packaging, transporting, or holding food if such use is not intended to have any technical effect in such food."

(3) in subsection (i), as so redesignated by paragraph (1), by adding at the end the following: "The Secretary shall by regulation prescribe the procedure by which the Secretary may deem a notification under subsection (h) to no longer be effective."; and

(4) in subsection (j), as so redesignated by paragraph (1), by striking "subsections (b) to (h)" and inserting "subsections (b) to (i)".

(c) EFFECTIVE DATE.—Notifications under section 409(h) of the Federal Food, Drug, and Cosmetic Act, as added by subsection (b), may be submitted beginning 18 months after the date of enactment of this Act.

#### SEC. 617. HEALTH CLAIMS FOR FOOD PRODUCTS.

Section 403(r)(3) (21 U.S.C. 343(r)(3)) is amended by adding at the end the following:

"(C) Notwithstanding the provisions of clauses (A)(i) and (B), a claim of the type described in subparagraph (1)(B) that is not authorized by the Secretary in a regulation promulgated in accordance with clause (B) shall be authorized and may be made if—

"(i) an authoritative scientific body of the Federal Government with official responsibility for public health protection or research directly relating to human nutrition (such as the National Institutes of Health or the Centers for Disease Control and Prevention), the National Academy of Sciences, or a subdivision of the scientific body or the National Academy of Sciences, has published an authoritative statement, which is currently in effect, about the relationship between a nutrient and a disease or health-related condition to which the claim refers;

"(ii) a person has submitted to the Secretary at least 120 days before the first introduction of a food into interstate commerce a notice of the claim, including a concise description of the basis upon which such person relied for determining that the requirements of subclause (i) have been satisfied;

"(iii) the claim and the food for which the claim is made are in compliance with clause (A)(ii), and are otherwise in compliance with paragraph (a) and section 201(n); and

"(iv) the claim is stated in a manner so that the claim is an accurate representation of the authoritative statement referred to in subclause (i) and so that the claim enables the public to comprehend the information provided in the claim and to understand the

relative significance of such information in the context of a total daily diet. For purposes of this paragraph, a statement shall be regarded as an authoritative statement of such a scientific body described in subclause (i) only if the statement is published by the scientific body and shall not include a statement of an employee of the scientific body made in the individual capacity of the employee.

“(D) A claim submitted under the requirements of clause (C), may be made until—

“(i) such time as the Secretary issues an interim final regulation—

“(I) under the standard in clause (B)(i), prohibiting or modifying the claim; or

“(II) finding that the requirements of clause (C) have not been met; or

“(ii) a district court of the United States in an enforcement proceeding under chapter III has determined that the requirements of clause (C) have not been met.

Where the Secretary issues a regulation under subclause (i), good cause shall be deemed to exist for the purposes of subsections (b)(B) and (d)(3) of section 553 of title 5, United States Code. The Secretary shall solicit comments in response to a regulation promulgated under subclause (i) and shall publish a response to such comments.”.

#### **SEC. 618. PEDIATRIC STUDIES MARKETING EXCLUSIVITY.**

Chapter V of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 351 et seq.) is amended by inserting after section 505 the following:

##### **“SEC. 505A. PEDIATRIC STUDIES OF DRUGS.**

“(a) MARKET EXCLUSIVITY FOR NEW DRUGS.—If, prior to approval of an application that is submitted under section 505(b)(1) the Secretary determines that information relating to the use of a drug in the pediatric population may produce health benefits in that population, the Secretary makes a written request for pediatric studies (which may include a timeframe for completing such studies), and such studies are completed within any such timeframe and the reports thereof submitted in accordance with subsection (d)(2) or completed within any such timeframe and the reports thereof are accepted in accordance with subsection (d)(3)—

“(1)(A) the period during which an application may not be submitted under subsections (c)(3)(D)(ii) and (j)(4)(D)(ii) of section 505 shall be five years and six months rather than five years, and the references in subsections (c)(3)(D)(ii) and (j)(4)(D)(ii) of section 505 to four years, to forty-eight months, and to seven and one-half years shall be deemed to be four and one-half years, fifty-four months, and eight years, respectively; or

“(B) the period of market exclusivity under subsections (c)(3)(D) (iii) and (iv) and (j)(4)(D) (iii) and (iv) of section 505 shall be three years and six months rather than three years; and

“(2)(A) if the drug is the subject of—

“(i) a listed patent for which a certification has been submitted under subsection (b)(2)(A)(ii) or (j)(2)(A)(vii)(II) of section 505 and for which pediatric studies were submitted prior to the expiration of the patent (including any patent extensions); or

“(ii) a listed patent for which a certification has been submitted under subsection (b)(2)(A)(iii) or (j)(2)(A)(vii)(III) of section 505,

the period during which an application may not be approved under subsection (c)(3) or (j)(4)(B) of section 505 shall be extended by a period of six months after the date the patent expires (including any patent extensions); or

“(B) if the drug is the subject of a listed patent for which a certifi-

cation has been submitted under subsection (b)(2)(A)(iv) or (j)(2)(A)(vii)(IV) of section 505, and in the patent infringement litigation resulting from the certification the court determines that the patent is valid and would be infringed, the period during which an application may not be approved under subsection (c)(3) or (j)(4)(B) of section 505 shall be extended by a period of six months after the date the patent expires (including any patent extensions).

“(b) SECRETARY TO DEVELOP LIST OF DRUGS FOR WHICH ADDITIONAL PEDIATRIC INFORMATION MAY BE BENEFICIAL.—Not later than 180 days after the date of enactment of this section, the Secretary, after consultation with experts in pediatric research (such as the American Academy of Pediatrics, the Pediatric Pharmacology Research Unit Network, and the United States Pharmacopoeia) shall develop, prioritize, and publish an initial list of approved drugs for which additional pediatric information may produce health benefits in the pediatric population. The Secretary shall annually update the list.

“(c) MARKET EXCLUSIVITY FOR ALREADY-MARKETED DRUGS.—If the Secretary makes a written request for pediatric studies (which may include a timeframe for completing such studies) concerning a drug identified in the list described in subsection (b) to the holder of an approved application under section 505(b)(1) for the drug, the holder agrees to the request, and the studies are completed within any such timeframe and the reports thereof submitted in accordance with subsection (d)(2) or completed within any such timeframe and the reports thereof accepted in accordance with subsection (d)(3)—

“(1)(A) the period during which an application may not be submitted under subsections (c)(3)(D)(ii) and (j)(4)(D)(ii) of section 505 shall be five years and six months rather than five years, and the references in subsections (c)(3)(D)(ii) and (j)(4)(D)(ii) of section 505 to four years, to forty-eight months, and to seven and one-half years shall be deemed to be four and one-half years, fifty-four months, and eight years, respectively; or

“(B) the period of market exclusivity under subsections (c)(3)(D) (iii) and (iv) and (j)(4)(D) (iii) and (iv) of section 505 shall be three years and six months rather than three years; and

“(2)(A) if the drug is the subject of—

“(i) a listed patent for which a certification has been submitted under subsection (b)(2)(A)(ii) or (j)(2)(A)(vii)(II) of section 505 and for which pediatric studies were submitted prior to the expiration of the patent (including any patent extensions); or

“(ii) a listed patent for which a certification has been submitted under subsection (b)(2)(A)(iii) or (j)(2)(A)(vii)(III) of section 505,

the period during which an application may not be approved under subsection (c)(3) or (j)(4)(B) of section 505 shall be extended by a period of six months after the date the patent expires (including any patent extensions); or

“(B) if the drug is the subject of a listed patent for which a certification has been submitted under subsection (b)(2)(A)(iv) or (j)(2)(A)(vii)(IV) of section 505, and in the patent infringement litigation resulting from the certification the court determines that the patent is valid and would be infringed, the period during which an application may not be approved under subsection (c)(3) or (j)(4)(B) of section 505 shall be extended by a period of six months after the date the patent expires (including any patent extensions).

“(d) CONDUCT OF PEDIATRIC STUDIES.—

“(1) AGREEMENT FOR STUDIES.—The Secretary may, pursuant to a written request for studies, after consultation with—

“(A) the sponsor of an application for an investigational new drug under section 505(i);

“(B) the sponsor of an application for a drug under section 505(b)(1); or

“(C) the holder of an approved application for a drug under section 505(b)(1), agree with the sponsor or holder for the conduct of pediatric studies for such drug.

“(2) WRITTEN PROTOCOLS TO MEET THE STUDIES REQUIREMENT.—If the sponsor or holder and the Secretary agree upon written protocols for the studies, the studies requirement of subsection (a) or (c) is satisfied upon the completion of the studies and submission of the reports thereof in accordance with the original written request and the written agreement referred to in paragraph (1). Not later than 60 days after the submission of the report of the studies, the Secretary shall determine if such studies were or were not conducted in accordance with the original written request and the written agreement and reported in accordance with the requirements of the Secretary for filing and so notify the sponsor or holder.

“(3) OTHER METHODS TO MEET THE STUDIES REQUIREMENT.—If the sponsor or holder and the Secretary have not agreed in writing on the protocols for the studies, the studies requirement of subsection (a) or (c) is satisfied when such studies have been completed and the reports accepted by the Secretary. Not later than 90 days after the submission of the reports of the studies, the Secretary shall accept or reject such reports and so notify the sponsor or holder. The Secretary's only responsibility in accepting or rejecting the reports shall be to determine, within the 90 days, whether the studies fairly respond to the written request, whether such studies have been conducted in accordance with commonly accepted scientific principles and protocols, and whether such studies have been reported in accordance with the requirements of the Secretary for filing.

“(e) DELAY OF EFFECTIVE DATE FOR CERTAIN APPLICATIONS; PERIOD OF MARKET EXCLUSIVITY.—If the Secretary determines that the acceptance or approval of an application under subsection (b)(2) or (j) of section 505 for a drug may occur after submission of reports of pediatric studies under this section, which were submitted prior to the expiration of the patent (including any patent extension) or market exclusivity protection, but before the Secretary has determined whether the requirements of subsection (d) have been satisfied, the Secretary shall delay the acceptance or approval under subsection (b)(2) or (j), respectively, of section 505 until the determination under subsection (d) is made, but such delay shall not exceed 90 days. In the event that requirements of this section are satisfied, the applicable period of market exclusivity referred to in subsection (a) or (c) shall be deemed to have been running during the period of delay.

“(f) NOTICE OF DETERMINATIONS ON STUDIES REQUIREMENT.—The Secretary shall publish a notice of any determination that the requirements of subsection (d) have been met and that submissions and approvals under subsection (b)(2) or (j) of section 505 for a drug will be subject to the provisions of this section.

“(g) DEFINITIONS.—As used in this section, the term ‘pediatric studies’ or ‘studies’ means at least 1 clinical investigation (that, at the Secretary's discretion, may include pharmacokinetic studies) in pediatric age-groups in which a drug is anticipated to be used.

“(h) LIMITATION.—The holder of an approved application for a new drug that has

already received six months of market exclusivity under subsection (a) or (c) may, if otherwise eligible, obtain six months of market exclusivity under subsection (c)(1)(B) for a supplemental application, except that the holder is not eligible for exclusivity under subsection (c)(2).

"(i) SUNSET.—No period of market exclusivity shall be granted under this section based on studies commenced after January 1, 2004. The Secretary shall conduct a study and report to Congress not later than January 1, 2003 based on the experience under the program. The study and report shall examine all relevant issues, including—

"(1) the effectiveness of the program in improving information about important pediatric uses for approved drugs;

"(2) the adequacy of the incentive provided under this section;

"(3) the economic impact of the program; and

"(4) any suggestions for modification that the Secretary deems appropriate."

#### SEC. 619. POSITRON EMISSION TOMOGRAPHY.

(a) REGULATION OF COMPOUNDED POSITRON EMISSION TOMOGRAPHY DRUGS UNDER THE FEDERAL FOOD, DRUG, AND COSMETIC ACT.—

(1) DEFINITION.—Section 201 (21 U.S.C. 321) is amended by adding at the end the following:

"(ii) The term 'compounded positron emission tomography drug'—

"(1) means a drug that—

"(A) exhibits spontaneous disintegration of unstable nuclei by the emission of positrons and is used for the purpose of providing dual photon positron emission tomographic diagnostic images; and

"(B) has been compounded by or on the order of a practitioner who is licensed by a State to compound or order compounding for a drug described in subparagraph (A), and is compounded in accordance with that State's law, for a patient or for research, teaching, or quality control; and

"(2) includes any nonradioactive reagent, reagent kit, ingredient, nuclide generator, accelerator, target material, electronic synthesizer, or other apparatus or computer program to be used in the preparation of such a drug."

(b) ADULTERATION.—

(1) IN GENERAL.—Section 501(a)(2) (21 U.S.C. 351(a)(2)) is amended by striking "; or (3)" and inserting the following: "; or (C) if it is a compounded positron emission tomography drug and the methods used in, or the facilities and controls used for, its compounding, processing, packing, or holding do not conform to or are not operated or administered in conformity with the positron emission tomography compounding standards and the official monographs of the United States Pharmacopeia to assure that such drug meets the requirements of this Act as to safety and has the identity and strength, and meets the quality and purity characteristics, that it purports or is represented to possess; or (3)".

(2) SUNSET.—Section 501(a)(2)(C) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 351(a)(2)(C)) shall not apply 4 years after the date of enactment of this Act or 2 years after the date or which the Secretary of Health and Human Services establishes the requirements described in subsection (c)(1)(B), whichever is later.

(c) REQUIREMENTS FOR REVIEW OF APPROVAL PROCEDURES AND CURRENT GOOD MANUFACTURING PRACTICES FOR POSITRON EMISSION TOMOGRAPHY.—

(1) PROCEDURES AND REQUIREMENTS.—

(A) IN GENERAL.—In order to take account of the special characteristics of compounded positron emission tomography drugs and the special techniques and processes required to

produce these drugs, not later than 2 years after the date of enactment of this Act, the Secretary of Health and Human Services shall establish—

(i) appropriate procedures for the approval of compounded positron emission tomography drugs pursuant to section 505 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 355); and

(ii) appropriate current good manufacturing practice requirements for such drugs.

(B) CONSIDERATIONS AND CONSULTATION.—In establishing the procedures and requirements required by subparagraph (A), the Secretary of Health and Human Services shall take due account of any relevant differences between not-for-profit institutions that compound the drugs for their patients and commercial manufacturers of the drugs. Prior to establishing the procedures and requirements, the Secretary of Health and Human Services shall consult with patient advocacy groups, professional associations, manufacturers, and physicians and scientists licensed to make or use compounded positron emission tomography drugs.

(2) SUBMISSION OF NEW DRUG APPLICATIONS AND ABBREVIATED NEW DRUG APPLICATIONS.—

(A) IN GENERAL.—Except as provided in subparagraph (B), the Secretary of Health and Human Services shall not require the submission of new drug applications or abbreviated new drug applications under subsection (b) or (j) of section 505 (21 U.S.C. 355), for compounded positron emission tomography drugs that are not adulterated drugs described in section 501(a)(2)(C) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 351(a)(2)(C)) (as amended by subsection (b)), for a period of 4 years after the date of enactment of this Act, or for 2 years after the date or which the Secretary establishes procedures and requirements under paragraph (1), whichever is later.

(B) EXCEPTION.—Nothing in this Act shall prohibit the voluntary submission of such applications or the review of such applications by the Secretary of Health and Human Services. Nothing in this Act shall constitute an exemption for a compounded positron emission tomography drug from the requirements of regulations issued under section 505(i) of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 355(i)) for such drugs.

(d) REVOCATION OF CERTAIN INCONSISTENT DOCUMENTS.—Within 30 days after the date of enactment of this Act, the Secretary of Health and Human Services shall publish in the Federal Register a notice terminating the application of the following notices and rule, to the extent the notices and rule relate to compounded positron emission tomography drugs:

(1) A notice entitled "Regulation of Positron Emission Tomographic Drug Products: Guidance; Public Workshop", published in the Federal Register on February 27, 1995.

(2) A notice entitled "Guidance for Industry: Current Good Manufacturing Practices for Positron Emission Tomographic (PET) Drug Products; Availability", published in the Federal Register on April 22, 1997.

(3) A final rule entitled "Current Good Manufacturing Practice for Finished Pharmaceuticals; Positron Emission Tomography", published in the Federal Register on April 22, 1997.

(e) DEFINITION.—As used in this section, the term "compounded positron emission tomography drug" has the meaning given the term in section 201 of the Federal Food, Drug and Cosmetic Act (21 U.S.C. 321).

#### SEC. 620. DISCLOSURE.

Chapter IV (21 U.S.C. 341 et seq.) is amended by adding after section 403B the following:

##### "DISCLOSURE

"SEC. 403C. (a) No provision of section 403(a), 201(n), or 409 shall be construed to re-

quire on the label or labeling of a food a separate radiation disclosure statement that is more prominent than the declaration of ingredients required by section 403(i)(2).

"(b) In this section, the term 'radiation disclosure statement' means a written statement that discloses that a food or a component of the food has been intentionally subject to radiation."

#### SEC. 621. REFERRAL STATEMENTS RELATING TO FOOD NUTRIENTS.

Section 403(r)(2)(B) (21 U.S.C. 343(r)(2)(B)) is amended to read as follows:

"(B) If a claim described in subparagraph (1)(A) is made with respect to a nutrient in a food, and the Secretary makes a determination that the food contains a nutrient at a level that increases to persons in the general population the risk of a disease or health-related condition that is diet related, then the label or labeling of such food shall contain, prominently and in immediate proximity to such claim, the following statement: 'See nutrition information panel for \_\_\_ content.' The blank shall identify the nutrient associated with the increased disease or health-related condition risk. In making the determination described in this clause, the Secretary shall take into account the significance of the food in the total daily diet."

#### TITLE VII—FEES RELATING TO DRUGS

##### SEC. 701. SHORT TITLE.

This title may be cited as the "Prescription Drug User Fee Reauthorization Act of 1997".

##### SEC. 702. FINDINGS.

Congress finds that—

(1) prompt approval of safe and effective new drugs and other therapies is critical to the improvement of the public health so that patients may enjoy the benefits provided by these therapies to treat and prevent illness and disease;

(2) the public health will be served by making additional funds available for the purpose of augmenting the resources of the Food and Drug Administration that are devoted to the process for review of human drug applications;

(3) the provisions added by the Prescription Drug User Fee Act of 1992 have been successful in substantially reducing review times for human drug applications and should be—

(A) reauthorized for an additional 5 years, with certain technical improvements; and

(B) carried out by the Food and Drug Administration with new commitments to implement more ambitious and comprehensive improvements in regulatory processes of the Food and Drug Administration; and

(4) the fees authorized by amendments made in this title will be dedicated toward expediting the drug development process and the review of human drug applications as set forth in the goals identified in appropriate letters from the Secretary of Health and Human Services to the chairman of the Committee on Commerce of the House of Representatives and the chairman of the Committee on Labor and Human Resources of the Senate.

##### SEC. 703. DEFINITIONS.

Section 735 (21 U.S.C. 379g) is amended—

(1) in the second sentence of paragraph (1)—

(A) by striking "Service Act, and" and inserting "Service Act."; and

(B) by striking "September 1, 1992." and inserting the following: "September 1, 1992, does not include an application for a licensure of a biological product for further manufacturing use only, and does not include an application or supplement submitted by a State or Federal Government entity for a



drug or biological product that is not distributed commercially. Such term does include an application for licensure, as described in subparagraph (D), of a large volume biological product intended for single dose injection for intravenous use or infusion.”;

(2) in the second sentence of paragraph (3)—

(A) by striking “Service Act, and” and inserting “Service Act.”; and

(B) by striking “September 1, 1992.” and inserting the following: “September 1, 1992, does not include a biological product that is licensed for further manufacturing use only, and does not include a drug or biological product that is not distributed commercially and is the subject of an application or supplement submitted by a State or Federal Government entity. Such term does include a large volume biological product intended for single dose injection for intravenous use or infusion.”;

(3) in paragraph (4), by striking “without” and inserting “without substantial”;

(4) by striking paragraph (5) and inserting the following:

“(5) The term ‘prescription drug establishment’ means a foreign or domestic place of business which is at 1 general physical location consisting of 1 or more buildings all of which are within 5 miles of each other, at which 1 or more prescription drug products are manufactured in final dosage forms.”;

(5) in paragraph (7)(A)—

(A) by striking “employees under contract” and all that follows through “Administration,” and inserting “contractors of the Food and Drug Administration.”; and

(B) by striking “and committees,” and inserting “and committees and to contracts with such contractors.”;

(6) in paragraph (8)—

(A) in subparagraph (A)—

(i) by striking “August of” and inserting “April of”; and

(ii) by striking “August 1992” and inserting “April 1997”;

(B) by striking subparagraph (B) and inserting the following:

“(B) 1 plus the decimal expression of the total percentage increase for such fiscal year since fiscal year 1997 in basic pay under the General Schedule in accordance with section 5332 of title 5, United States Code, as adjusted by any locality-based comparability payment pursuant to section 5304 of such title for Federal employees stationed in the District of Columbia.”; and

(C) by striking the second sentence; and

(7) by adding at the end the following:

“(9) The term ‘affiliate’ means a business entity that has a relationship with a second business entity if, directly or indirectly—

“(A) 1 business entity controls, or has the power to control, the other business entity; or

“(B) a third party controls, or has power to control both of the business entities.”.

#### SEC. 704. AUTHORITY TO ASSESS AND USE DRUG FEES.

(a) TYPES OF FEES.—Section 736(a) (21 U.S.C. 379h(a)) is amended—

(1) by striking “Beginning in fiscal year 1993” and inserting “Beginning in fiscal year 1998”;

(2) in paragraph (1)—

(A) by striking subparagraph (B) and inserting the following:

“(B) PAYMENT.—The fee required by subparagraph (A) shall be due upon submission of the application or supplement.”;

(B) in subparagraph (D)—

(i) in the subparagraph heading, by striking “NOT ACCEPTED” and inserting “REFUSED”;

(ii) by striking “50 percent” and inserting “75 percent”;

(iii) by striking “subparagraph (B)(i)” and inserting “subparagraph (B)”;

(iv) by striking “not accepted” and inserting “refused”;

(C) by adding at the end the following:

“(E) EXCEPTION FOR DESIGNATED ORPHAN DRUG OR INDICATION.—A human drug application for a prescription drug product that has been designated as a drug for a rare disease or condition pursuant to section 526 shall not be subject to a fee under subparagraph (A), unless the human drug application includes indications for other than rare diseases or conditions. A supplement proposing to include a new indication for a rare disease or condition in a human drug application shall not be subject to a fee under subparagraph (A), provided that the drug has been designated pursuant to section 526 as a drug for a rare disease or condition with regard to the indication proposed in such supplement.

“(F) EXCEPTION FOR SUPPLEMENTS FOR PEDIATRIC INDICATIONS.—A supplement to a human drug application for an indication for use in pediatric populations shall not be assessed a fee under subparagraph (A).

“(G) REFUND OF FEE IF APPLICATION WITHDRAWN.—If an application or supplement is withdrawn after the application or supplement is filed, the Secretary may waive and refund the fee or a portion of the fee if no substantial work was performed on the application or supplement after the application or supplement was filed. The Secretary shall have the sole discretion to waive and refund a fee or a portion of the fee under this subparagraph. A determination by the Secretary concerning a waiver or refund under this paragraph shall not be reviewable.”;

(3) by striking paragraph (2) and inserting the following:

“(2) PRESCRIPTION DRUG ESTABLISHMENT FEE.—

“(A) IN GENERAL.—Each person that—

“(i) is named as the applicant in a human drug application; and

“(ii) after September 1, 1992, had pending before the Secretary a human drug application or supplement;

shall be assessed an annual fee established in subsection (b) for each prescription drug establishment listed in its approved human drug application as an establishment that manufactures the prescription drug product named in the application. The annual establishment fee shall be assessed in each fiscal year in which the prescription drug product named in the application is assessed a fee under paragraph (3) unless the prescription drug establishment listed in the application does not engage in the manufacture of the prescription drug product during the fiscal year. The establishment fee shall be payable on or before January 31 of each year. Each such establishment shall be assessed only 1 fee per establishment, notwithstanding the number of prescription drug products manufactured at the establishment. In the event an establishment is listed in a human drug application by more than 1 applicant, the establishment fee for the fiscal year shall be divided equally and assessed among the applicants whose prescription drug products are manufactured by the establishment during the fiscal year and assessed product fees under paragraph (3).

“(B) EXCEPTION.—If, during the fiscal year, an applicant initiates or causes to be initiated the manufacture of a prescription drug product at an establishment listed in its human drug application—

“(i) that did not manufacture the product in the previous fiscal year; and

“(ii) for which the full establishment fee has been assessed in the fiscal year at a time before manufacture of the prescription drug product was begun;

the applicant will not be assessed a share of the establishment fee for the fiscal year in which manufacture of the product began.”; and

(4) in paragraph (3)—

(A) in subparagraph (A)—

(i) in clause (i), by striking “is listed” and inserting “has been submitted for listing”; and

(ii) by striking “Such fee shall be payable” and all that follows through “section 510.” and inserting the following: “Such fee shall be payable for the fiscal year in which the product is first submitted for listing under section 510, or for relisting under section 510 if the product has been withdrawn from listing and relisted. After such fee is paid for that fiscal year, such fee shall be payable on or before January 31 of each year. Such fee shall be paid only once for each product for a fiscal year in which the fee is payable.”; and

(B) in subparagraph (B), by striking “505(j).” and inserting the following: “505(j), or under an abbreviated new drug application pursuant to regulations in effect prior to the implementation of the Drug Price Competition and Patent Term Restoration Act of 1984, or is a product approved under an application filed under section 507 that is abbreviated.”.

(b) FEE AMOUNTS.—Section 736(b) (21 U.S.C. 379h(b)) is amended to read as follows:

“(b) FEE AMOUNTS.—Except as provided in subsections (c), (d), (f), and (g), the fees required under subsection (a) shall be determined and assessed as follows:

“(1) APPLICATION AND SUPPLEMENT FEES.—

“(A) FULL FEES.—The application fee under subsection (a)(1)(A)(i) shall be \$250,704 in fiscal year 1998, \$256,338 in each of fiscal years 1999 and 2000, \$267,606 in fiscal year 2001, and \$258,451 in fiscal year 2002.

“(B) OTHER FEES.—The fee under subsection (a)(1)(A)(ii) shall be \$125,352 in fiscal year 1998, \$128,169 in each of fiscal years 1999 and 2000, \$133,803 in fiscal year 2001, and \$129,226 in fiscal year 2002.

“(2) FEE REVENUES FOR ESTABLISHMENT FEES.—The total fee revenues to be collected in establishment fees under subsection (a)(2) shall be \$35,600,000 in fiscal year 1998, \$36,400,000 in each of fiscal years 1999 and 2000, \$38,000,000 in fiscal year 2001, and \$36,700,000 in fiscal year 2002.

“(3) TOTAL FEE REVENUES FOR PRODUCT FEES.—The total fee revenues to be collected in product fees under subsection (a)(3) in a fiscal year shall be equal to the total fee revenues collected in establishment fees under subsection (a)(2) in that fiscal year.”.

(c) INCREASES AND ADJUSTMENTS.—Section 736(c) (21 U.S.C. 379h(c)) is amended—

(1) in the subsection heading, by striking “INCREASES AND”;

(2) in paragraph (1)—

(A) by striking “(1) REVENUE” and all that follows through “increased by the Secretary” and inserting the following: “(1) INFLATION ADJUSTMENT.—The fees and total fee revenues established in subsection (b) shall be adjusted by the Secretary”;

(B) in subparagraph (A), by striking “increase” and inserting “change”;

(C) in subparagraph (B), by striking “increase” and inserting “change”;

(D) by adding at the end the following flush sentence:

“The adjustment made each fiscal year by this subsection will be added on a compounded basis to the sum of all adjustments made each fiscal year after fiscal year 1997 under this subsection.”;

(3) in paragraph (2), by striking “October 1, 1992,” and all that follows through “such schedule.” and inserting the following: “September 30, 1997, adjust the establishment and product fees described in subsection (b) for

the fiscal year in which the adjustment occurs so that the revenues collected from each of the categories of fees described in paragraphs (2) and (3) of subsection (b) shall be set to be equal to the revenues collected from the category of application and supplement fees described in paragraph (1) of subsection (b)."; and

(4) in paragraph (3), by striking "paragraph (2)" and inserting "this subsection".

(d) FEE WAIVER OR REDUCTION.—Section 736(d) (21 U.S.C. 379h(d)) is amended—

(1) by redesignating paragraphs (1), (2), (3), and (4) as subparagraphs (A), (B), (C), and (D), respectively, and indenting appropriately;

(2) by striking "The Secretary shall grant a" and all that follows through "finds that—" and inserting the following:

"(1) IN GENERAL.—The Secretary shall grant a waiver from or a reduction of 1 or more fees assessed under subsection (a) where the Secretary finds that—";

(3) in subparagraph (C) (as so redesignated by paragraph (1)), by striking ", or" and inserting a comma;

(4) in subparagraph (D) (as so redesignated by paragraph (1)), by striking the period and inserting ", or";

(5) by inserting after subparagraph (D) (as so redesignated by paragraph (1)) the following:

"(E) the applicant is a small business submitting its first human drug application to the Secretary for review."; and

(6) by striking "In making the finding in paragraph (3)," and all that follows through "standard costs." and inserting the following:

"(2) USE OF STANDARD COSTS.—In making the finding in paragraph (1)(C), the Secretary may use standard costs.

"(3) RULES RELATING TO SMALL BUSINESSES.—

"(A) DEFINITION.—In paragraph (1)(E), the term 'small business' means an entity that has fewer than 500 employees, including employees of affiliates.

"(B) WAIVER OF APPLICATION FEE.—The Secretary shall waive under paragraph (1)(E) the application fee for the first human drug application that a small business or its affiliate submits to the Secretary for review. After a small business or its affiliate is granted such a waiver, the small business or its affiliate shall pay—

"(i) application fees for all subsequent human drug applications submitted to the Secretary for review in the same manner as an entity that does not qualify as a small business; and

"(ii) all supplement fees for all supplements to human drug applications submitted to the Secretary for review in the same manner as an entity that does not qualify as a small business.".

(e) ASSESSMENT OF FEES.—Section 736(f)(1) (21 U.S.C. 379h(f)(1)) is amended—

(1) by striking "fiscal year 1993" and inserting "fiscal year 1997"; and

(2) by striking "fiscal year 1992" and inserting "fiscal year 1997 (excluding the amount of fees appropriated for such fiscal year)".

(f) CREDITING AND AVAILABILITY OF FEES.—Section 736(g) (21 U.S.C. 379h(g)) is amended—

(1) in paragraph (1), by adding at the end the following: "Such sums as may be necessary may be transferred from the Food and Drug Administration salaries and expenses appropriation account without fiscal year limitation to such appropriation account for salaries and expenses with such fiscal year limitation. The sums transferred shall be available solely for the process for the review of human drug applications within the meaning of section 735(6).";

(2) in paragraph (2)—

(A) in subparagraph (A), by striking "Acts" and inserting "Acts, or otherwise made available for obligation,"; and

(B) in subparagraph (B), by striking "over such costs for fiscal year 1992" and inserting "over such costs, excluding costs paid from fees collected under this section, for fiscal year 1997"; and

(3) by striking paragraph (3) and inserting the following:

"(3) AUTHORIZATION OF APPROPRIATIONS.—There is authorized to be appropriated for fees under this section—

"(A) \$106,800,000 for fiscal year 1998;

"(B) \$109,200,000 for fiscal year 1999;

"(C) \$109,200,000 for fiscal year 2000;

"(D) \$114,000,000 for fiscal year 2001; and

"(E) \$110,100,000 for fiscal year 2002,

as adjusted to reflect adjustments in the total fee revenues made under this section and changes in the total amounts collected by application, supplement, establishment, and product fees.

"(4) OFFSET.—Any amount of fees collected for a fiscal year which exceeds the amount of fees specified in appropriation Acts for such fiscal year, shall be credited to the appropriation account of the Food and Drug Administration as provided in paragraph (1), and shall be subtracted from the amount of fees that would otherwise be authorized to be collected under appropriation Acts for a subsequent fiscal year.".

(g) REQUIREMENT FOR WRITTEN REQUESTS FOR WAIVERS, REDUCTIONS, AND FEES.—Section 736 (21 U.S.C. 379h) is amended—

(1) by redesignating subsection (i) as subsection (j); and

(2) by inserting after subsection (h) the following:

"(i) WRITTEN REQUESTS FOR WAIVERS, REDUCTIONS, AND REFUNDS.—To qualify for consideration for a waiver or reduction under subsection (d), or for a refund, of any fee collected in accordance with subsection (a), a person shall submit to the Secretary a written request for such waiver, reduction, or refund not later than 180 days after such fee is due.".

(h) SPECIAL RULE FOR WAIVER, REFUNDS, AND EXCEPTIONS.—Any requests for waivers, refunds, or exceptions for fees paid prior to the date of enactment of this Act shall be submitted in writing to the Secretary of Health and Human Services within 1 year after the date of enactment of this Act.

#### SEC. 705. ANNUAL REPORTS.

(a) FIRST REPORT.—Beginning with fiscal year 1998, not later than 60 days after the end of each fiscal year during which fees are collected under part 2 of subchapter C of chapter VII of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379g et seq.), the Secretary of Health and Human Services shall prepare and submit to the Committee on Commerce of the House of Representatives and the Committee on Labor and Human Resources of the Senate a report concerning the progress of the Food and Drug Administration in achieving the goals identified in the letter described in section 702(4) during such fiscal year and the future plans of the Food and Drug Administration for meeting the goals.

(b) SECOND REPORT.—Beginning with fiscal year 1998, not later than 120 days after the end of each fiscal year during which fees are collected under the part described in subsection (a), the Secretary of Health and Human Services shall prepare and submit to the Committee on Commerce of the House of Representatives and the Committee on Labor and Human Resources of the Senate a report on the implementation of the authority for such fees during such fiscal year and the use, by the Food and Drug Administra-

tion, of the fees collected during such fiscal year for which the report is made.

#### SEC. 706. EFFECTIVE DATE.

The amendments made by this title shall take effect October 1, 1997.

#### SEC. 707. TERMINATION OF EFFECTIVENESS.

The amendments made by sections 703 and 704 cease to be effective October 1, 2002 and section 705 ceases to be effective 120 days after such date.

### TITLE VIII—MISCELLANEOUS

#### SEC. 801. REGISTRATION OF FOREIGN ESTABLISHMENTS.

Section 510(i) (21 U.S.C. 360(i)) is amended to read as follows:

"(i)(1) Any establishment within any foreign country engaged in the manufacture, preparation, propagation, compounding, or processing of a drug or a device that is imported or offered for import into the United States shall register with the Secretary the name and place of business of the establishment and the name of the United States agent for the establishment.

"(2) The establishment shall also provide the information required by subsection (j).

"(3) The Secretary is authorized to enter into cooperative arrangements with foreign countries to ensure that adequate and effective means are available for purposes of determining, from time to time, whether drugs or devices manufactured, prepared, propagated, compounded, or processed by an establishment described in paragraph (1), if imported or offered for import into the United States, shall be refused admission on any of the grounds set forth in section 801(a)."

#### SEC. 802. ELIMINATION OF CERTAIN LABELING REQUIREMENTS.

(a) PRESCRIPTION DRUGS.—Section 503(b)(4) (21 U.S.C. 353(b)(4)) is amended to read as follows:

"(4)(A) A drug that is subject to paragraph (1) shall be deemed to be misbranded if at any time prior to dispensing the label of the drug fails to bear, at a minimum, the symbol 'Rx only'.

"(B) A drug to which paragraph (1) does not apply shall be deemed to be misbranded if at any time prior to dispensing the label of the drug bears the symbol described in subparagraph (A)."

(b) MISBRANDED DRUG.—Section 502(d) (21 U.S.C. 352(d)) is repealed.

(c) CONFORMING AMENDMENTS.—

(1) Section 503(b)(1) (21 U.S.C. 353(b)(1)) is amended—

(A) by striking subparagraph (A); and

(B) by redesignating subparagraphs (B) and (C) as subparagraphs (A) and (B), respectively.

(2) Section 503(b)(3) (21 U.S.C. 353(b)(3)) is amended by striking "section 502(d) and".

(3) Section 102(9)(A) of the Controlled Substances Act (21 U.S.C. 802(9)(A)) is amended—

(A) in clause (i), by striking "(i)"; and

(B) by striking "(ii)" and all that follows.

#### SEC. 803. CLARIFICATION OF SEIZURE AUTHORITY.

Section 304(d)(1) (21 U.S.C. 334(d)(1)) is amended—

(1) in the fifth sentence, by striking "paragraphs (1) and (2) of section 801(e)" and inserting "subparagraphs (A) and (B) of section 801(e)(1)"; and

(2) by inserting after the fifth sentence the following: "Any person seeking to export an imported article pursuant to any of the provisions of this subsection shall establish that the article was intended for export at the time the article entered commerce."

#### SEC. 804. INTRAMURAL RESEARCH TRAINING AWARD PROGRAM.

Chapter IX (21 U.S.C. 391 et seq.), as amended by section 203, is further amended by adding at the end the following:

**"SEC. 907. INTRAMURAL RESEARCH TRAINING AWARD PROGRAM.**

"(a) IN GENERAL.—The Secretary, acting through the Commissioner of Food and Drugs, may, directly or through grants, contracts, or cooperative agreements, conduct and support intramural research training in regulatory scientific programs by predoctoral and postdoctoral scientists and physicians, including support through the use of fellowships.

"(b) LIMITATION ON PARTICIPATION.—A recipient of a fellowship under subsection (a) may not be an employee of the Federal Government.

"(c) SPECIAL RULE.—The Secretary, acting through the Commissioner of Food and Drugs, may support the provision of assistance for fellowships described in subsection (a) through a Cooperative Research and Development Agreement."

**SEC. 805. DEVICE SAMPLES.**

(a) RECALL AUTHORITY.—

(1) IN GENERAL.—Section 518(e)(2) (21 U.S.C. 360h(e)(2)) is amended by adding at the end the following:

"(C) If the Secretary issues an amended order under subparagraph (A), the Secretary may require the person subject to the order to submit such samples of the device and of components of the device as the Secretary may reasonably require. If the submission of such samples is impracticable or unduly burdensome, the requirement of this subparagraph may be met by the submission of complete information concerning the location of 1 or more such devices readily available for examination and testing."

(2) TECHNICAL AMENDMENT.—Section 518(e)(2)(A) (21 U.S.C. 360h(e)(2)(A)) is amended by striking "subparagraphs (B) and (C)" and inserting "subparagraph (B)".

(b) RECORDS AND REPORTS ON DEVICES.—Section 519(a) (21 U.S.C. 360i(a)) is amended by inserting after paragraph (9) the following:

"(10) may reasonably require a manufacturer or importer to submit samples of a device and of components of the device that may have caused or contributed to a death or serious injury, except that if the submission of such samples is impracticable or unduly burdensome, the requirement of this paragraph may be met by the submission of complete information concerning the location of 1 or more such devices readily available for examination and testing."

**SEC. 806. INTERSTATE COMMERCE.**

Section 709 (21 U.S.C. 379a) is amended by striking "a device" and inserting "a device, food, drug, or cosmetic".

**SEC. 807. NATIONAL UNIFORMITY FOR NON-PRESCRIPTION DRUGS AND COSMETICS.**

(a) NONPRESCRIPTION DRUGS.—Chapter VII (21 U.S.C. 371 et seq.), as amended by section 614(a), is further amended by adding at the end the following:

**"Subchapter F—National Uniformity for Non-prescription Drugs and Preemption for Labeling or Packaging of Cosmetics**

**"SEC. 761. NATIONAL UNIFORMITY FOR NON-PRESCRIPTION DRUGS.**

"(a) IN GENERAL.—Except as provided in subsection (b), (c)(1), (d), (e), or (f), no State or political subdivision of a State may establish or continue in effect any requirement—

"(1) that relates to the regulation of a drug that is not subject to the requirements of section 503(b)(1) or 503(f)(1)(A); and

"(2) that is different from or in addition to, or that is otherwise not identical with, a requirement under this Act, the Poison Prevention Packaging Act of 1970 (15 U.S.C. 1471 et seq.), or the Fair Packaging and Labeling Act (15 U.S.C. 1451 et seq.).

"(b) EXEMPTION.—Upon application of a State or political subdivision thereof, the

Secretary may by regulation, after notice and opportunity for written and oral presentation of views, exempt from subsection (a), under such conditions as may be prescribed in such regulation, a State or political subdivision requirement that—

"(1) protects an important public interest that would otherwise be unprotected;

"(2) would not cause any drug to be in violation of any applicable requirement or prohibition under Federal law; and

"(3) would not unduly burden interstate commerce.

"(c) SCOPE.—

"(1) IN GENERAL.—This section shall not apply to—

"(A) any State or political subdivision requirement that relates to the practice of pharmacy; or

"(B) any State or political subdivision requirement that a drug be dispensed only upon the prescription of a practitioner licensed by law to administer such drug.

"(2) SAFETY OR EFFECTIVENESS.—For purposes of subsection (a), a requirement that relates to the regulation of a drug shall be deemed to include any requirement relating to public information or any other form of public communication relating to a warning of any kind for a drug.

"(d) EXCEPTIONS.—

"(1) IN GENERAL.—In the case of a drug described in subsection (a)(1) that is not the subject of an application approved under section 505 or 507 or a final regulation promulgated by the Secretary establishing conditions under which the drug is generally recognized as safe and effective and not misbranded, subsection (a) shall apply only with respect to a requirement of a State or political subdivision of a State that relates to the same subject as, but is different from or in addition to, or that is otherwise not identical with—

"(A) a regulation in effect with respect to the drug pursuant to a statute described in subsection (a)(2); or

"(B) any other requirement in effect with respect to the drug pursuant to an amendment to such a statute made on or after the date of enactment of this section.

"(2) STATE INITIATIVES.—This section shall not apply to a State public initiative enacted prior to the date of enactment of this section.

"(e) NO EFFECT ON PRODUCT LIABILITY LAW.—Nothing in this section shall be construed to modify or otherwise affect any action or the liability of any person under the product liability law of any State.

"(f) STATE ENFORCEMENT AUTHORITY.—Nothing in this section shall prevent a State or political subdivision thereof from enforcing, under any relevant civil or other enforcement authority, a requirement that is identical to a requirement of this Act."

(b) INSPECTIONS.—Section 704(a)(1) (21 U.S.C. 374(a)(1)) is amended by striking "prescription drugs" each place it appears and inserting "prescription drugs, nonprescription drugs intended for human use."

(c) MISBRANDING.—Paragraph (1) of section 502(e) (21 U.S.C. 352(e)(1)) is amended to read as follows:

"(1)(A) If it is a drug, unless its label bears, to the exclusion of any other nonproprietary name (except the applicable systematic chemical name or the chemical formula)—

"(i) the established name (as defined in subparagraph (3)) of the drug, if there is such a name;

"(ii) the established name and quantity or, if deemed appropriate by the Secretary, the proportion of each active ingredient, including the quantity, kind, and proportion of any alcohol, and also including whether active or not the established name and quantity or if deemed appropriate by the Secretary, the

proportion of any bromides, ether, chloroform, acetanilide, acetophenetidin, amidopyrine, antipyrine, atropine, hyoscine, hyoscyamine, arsenic, digitalis, digitalis glucosides, mercury, ouabain, strophanthin, strychnine, thyroid, or any derivative or preparation of any such substances, contained therein: *Provided*, That the requirement for stating the quantity of the active ingredients, other than the quantity of those specifically named in this paragraph, shall not apply to nonprescription drugs not intended for human use; and

"(iii) the established name of each inactive ingredient listed in alphabetical order on the outside container of the retail package and, if deemed appropriate by the Secretary, on the immediate container, as prescribed in regulation promulgated by the Secretary, but nothing in this clause shall be deemed to require that any trade secret be divulged: *Provided*, That the requirements of this clause with respect to alphabetical order shall apply only to nonprescription drugs that are not also cosmetics: and *Provided further*, That this clause shall not apply to nonprescription drugs not intended for human use.

"(B) For any prescription drug the established name of such drug or ingredient, as the case may be, on such label (and on any labeling on which a name for such drug or ingredient is used) shall be printed prominently and in type at least half as large as that used thereon for any proprietary name or designation for such drug or ingredient: *Provided*, That to the extent that compliance with the requirements of clause (A)(ii) or (iii) or this clause of this subparagraph is impracticable, exemptions shall be established by regulations promulgated by the Secretary."

(d) COSMETICS.—Subchapter F of chapter VII, as amended by subsection (a), is further amended by adding at the end the following:

**SEC. 762. PREEMPTION FOR LABELING OR PACKAGING OF COSMETICS.**

"(a) IN GENERAL.—Except as provided in subsection (b), (d), or (e), a State or political subdivision of a State shall not impose or continue in effect any requirement for labeling or packaging of a cosmetic that is different from or in addition to, or that is otherwise not identical with a requirement specifically applicable to a particular cosmetic or class of cosmetics under this Act, the Poison Prevention Packaging Act of 1970 (15 U.S.C. 1471 et seq.), or the Fair Packaging and Labeling Act (15 U.S.C. 1451 et seq.).

"(b) EXEMPTION.—Upon application of a State or political subdivision thereof, the Secretary may by regulation after notice and opportunity for written and oral presentation of views, exempt from subsection (a), under such conditions as may be prescribed in such regulation, a State or political subdivision requirement for labeling and packaging that—

"(1) protects an important public interest that would otherwise be unprotected;

"(2) would not cause a cosmetic to be in violation of any applicable requirements or prohibition under Federal law; and

"(3) would not unduly burden interstate commerce.

"(c) SCOPE.—For purposes of subsection (a), a reference to a State requirement that relates to the packaging or labeling of a cosmetic means any specific requirement relating to the same aspect of such cosmetic as a requirement specifically applicable to that particular cosmetic or class of cosmetics under this Act for packaging or labeling, including any State requirement relating to public information or any other form of public communication.

"(d) NO EFFECT ON PRODUCT LIABILITY LAW.—Nothing in this section shall be construed to modify or otherwise affect any action or the liability of any person under the product liability law of any State.

"(e) STATE INITIATIVE.—This section shall not apply to a State requirement adopted by a State public initiative or referendum enacted prior to September 1, 1997."

**SEC. 808. INFORMATION PROGRAM ON CLINICAL TRIALS FOR SERIOUS OR LIFE-THREATENING DISEASES.**

(a) IN GENERAL.—Section 402 of the Public Health Service Act (42 U.S.C. 282) is amended—

(1) by redesignating subsections (j) and (k) as subsections (k) and (l), respectively; and

(2) by inserting after subsection (i), the following:

"(j)(1) The Secretary, acting through the Director of the National Institutes of Health and subject to the availability of appropriations, shall establish, maintain, and operate a program with respect to information on research relating to the treatment, detection, and prevention of serious or life-threatening diseases and conditions. The program shall, with respect to the agencies of the Department of Health and Human Services, be integrated and coordinated, and, to the extent practicable, coordinated with other data banks containing similar information.

"(2)(A) After consultation with the Commissioner of Food and Drugs, the directors of the appropriate agencies of the National Institutes of Health (including the National Library of Medicine), and the Director of the Centers for Disease Control and Prevention, the Secretary shall, in carrying out paragraph (1), establish a data bank of information on clinical trials for drugs, and biologicals, for serious or life-threatening diseases and conditions.

"(B) In carrying out subparagraph (A), the Secretary shall collect, catalog, store, and disseminate the information described in such subparagraph. The Secretary shall disseminate such information through information systems, which shall include toll-free telephone communications, available to individuals with serious or life-threatening diseases and conditions, to other members of the public, to health care providers, and to researchers.

"(3) The data bank shall include the following:

"(A) A registry of clinical trials (whether federally or privately funded) of experimental treatments for serious or life-threatening diseases and conditions under regulations promulgated pursuant to sections 505 and 520 of the Federal Food, Drug, and Cosmetic Act that provides a description of the purpose of each experimental drug or biological protocol, either with the consent of the protocol sponsor, or when a trial to test efficacy begins. Information provided shall consist of eligibility criteria, a description of the location of trial sites, and a point of contact for those wanting to enroll in the trial, and shall be in a form that can be readily understood by members of the public. Such information must be forwarded to the data bank by the sponsor of the trial not later than 21 days after the approval by the Food and Drug Administration.

"(B) Information pertaining to experimental treatments for serious or life-threatening diseases and conditions that may be available—

"(i) under a treatment investigational new drug application that has been submitted to the Food and Drug Administration pursuant to part 312 of title 21, Code of Federal Regulations; or

"(ii) as a Group C cancer drug. The data bank may also include information pertaining to the results of clinical trials of

such treatments, with the consent of the sponsor, including information concerning potential toxicities or adverse effects associated with the use or administration of such experimental treatments.

"(4) The data bank shall not include information relating to an investigation if the sponsor has provided a detailed certification to the Secretary that disclosure of such information would substantially interfere with the timely enrollment of subjects in the investigation, unless the Secretary, after the receipt of the certification, provides the sponsor with a detailed written determination that finds that such disclosure would not substantially interfere with such enrollment.

"(5) For the purpose of carrying out this subsection, there are authorized to be appropriated such sums as may be necessary. Fees collected under section 736 of the Federal Food, Drug, and Cosmetic Act (21 U.S.C. 379h) shall not be authorized or appropriated for use in carrying out this subsection."

(b) COLLABORATION AND REPORT.—

(1) IN GENERAL.—The Secretary of Health and Human Services, the Director of the National Institutes of Health, and the Commissioner of Food and Drugs shall collaborate to determine the feasibility of including device investigations within the scope of the registry requirements set forth in subsection (j) of section 402 of the Public Health Service Act.

(2) REPORT.—Not later than 2 years after the date of enactment of this section, the Secretary of Health and Human Services shall prepare and submit to the Committee on Labor and Human Resources of the Senate and the Committee on Commerce of the House of Representatives a report that shall consider, among other things—

(A) the public health need, if any, for inclusion of device investigations within the scope of the registry requirements set forth in subsection (j) of section 402 of the Public Health Service Act; and

(B) the adverse impact, if any, on device innovation and research in the United States if information relating to such device investigation is required to be publicly disclosed.

**SEC. 809. APPLICATION OF FEDERAL LAW TO THE PRACTICE OF PHARMACY COMPOUNDING.**

Section 503 (21 U.S.C. 353) is amended by adding at the end the following:

"(h)(1) Sections 501(a)(2)(B), 502(f)(1), 502(l), 505, and 507 shall not apply to a drug product if—

"(A) the drug product is compounded for an identified individual patient, based on a medical need for a compounded product—

"(i) by a licensed pharmacist in a State licensed pharmacy or a Federal facility, or a licensed physician, on the prescription order of a licensed physician or other licensed practitioner authorized by State law to prescribe drugs; or

"(ii) by a licensed pharmacist or licensed physician in limited quantities, prior to the receipt of a valid prescription order for the identified individual patient, and is compounded based on a history of the licensed pharmacist or licensed physician receiving valid prescription orders for the compounding of the drug product that have been generated solely within an established relationship between the licensed pharmacist, or licensed physician, and—

"(I) the individual patient for whom the prescription order will be provided; or

"(II) the physician or other licensed practitioner who will write such prescription order; and

"(B) the licensed pharmacist or licensed physician—

"(i) compounds the drug product using bulk drug substances—

"(I) that—

"(aa) comply with the standards of an applicable United States Pharmacopeia monograph; or

"(bb) in a case in which such a monograph does not exist, are drug substances that are covered by regulations issued by the Secretary under paragraph (3);

"(II) that are manufactured by an establishment that is registered under section 510 (including a foreign establishment that is registered under section 510(i)); and

"(III) that are accompanied by valid certificates of analysis for each bulk drug substance;

"(ii) compounds the drug product using ingredients (other than bulk drug substances) that comply with the standards of an applicable United States Pharmacopeia monograph and the United States Pharmacopeia chapter on pharmacy compounding;

"(iii) only advertises or promotes the compounding service provided by the licensed pharmacist or licensed physician and does not advertise or promote the compounding of any particular drug, class of drug, or type of drug;

"(iv) does not compound a drug product that appears on a list published by the Secretary in the Federal Register of drug products that have been withdrawn or removed from the market because such drug products or components of such drug products have been found to be unsafe or not effective;

"(v) does not compound a drug product that is identified by the Secretary in regulation as presenting demonstrable difficulties for compounding that reasonably demonstrate an adverse effect on the safety or effectiveness of that drug product; and

"(vi) does not distribute compounded drugs outside of the State in which the drugs are compounded, unless the principal State agency of jurisdiction that regulates the practice of pharmacy in such State has entered into a memorandum of understanding with the Secretary (based on the adequate regulation of compounding performed in the State) that provides for appropriate investigation by the State agency of complaints relating to compounded products distributed outside of the State.

"(2)(A) The Secretary shall, after consultation with the National Association of Boards of Pharmacy, develop a standard memorandum of understanding for use by States in complying with paragraph (1)(B)(vi).

"(B) Paragraph (1)(B)(vi) shall not apply to a licensed pharmacist or licensed physician, who does not distribute inordinate amounts of compounded products outside of the State, until—

"(i) the date that is 180 days after the development of the standard memorandum of understanding; or

"(ii) the date on which the State agency enters into a memorandum of understanding under paragraph (1)(B)(vi), whichever occurs first.

"(3) The Secretary, after consultation with the United States Pharmacopeia Convention Incorporated, shall promulgate regulations limiting compounding under paragraph (1)(B)(i)(I)(bb) to drug substances that are components of drug products approved by the Secretary and to other drug substances as the Secretary may identify.

"(4) The provisions of paragraph (1) shall not apply—

"(A) to compounded positron emission tomography drugs as defined in section 201(ii); or

"(B) to radiopharmaceuticals.

"(5) In this subsection, the term 'compound' does not include to mix, reconstitute, or perform another similar act, in accordance with directions contained in drug labeling provided by a drug manufacturer."

**SEC. 810. REPORTS OF POSTMARKETING APPROVAL STUDIES.**

(a) IN GENERAL.—Chapter V (21 U.S.C. 351 et seq.), as amended by section 613(a), is further amended by adding at the end the following:

**"SEC. 562. REPORTS OF POSTMARKETING STUDIES.**

"(a) SUBMISSION.—

"(1) IN GENERAL.—A sponsor of a drug that has entered into an agreement with the Secretary to conduct a postmarketing study of a drug shall submit to the Secretary, within 1 year after the approval of such drug and annually thereafter until the study is completed or terminated, a report of the progress of the study or the reasons for the failure of the sponsor to conduct the study. The report shall be submitted in such form as prescribed by the Secretary in regulations issued by the Secretary.

"(2) AGREEMENTS PRIOR TO EFFECTIVE DATE.—An agreement entered into between the Secretary and a sponsor of a drug, prior to the date of enactment of this section, to conduct a postmarketing study of a drug shall be subject to the requirements of paragraph (1). An initial report for such an agreement shall be submitted within 6 months after the date of the issuance of the regulations under paragraph (1).

"(b) CONSIDERATION OF INFORMATION AS PUBLIC INFORMATION.—Any information pertaining to a report described in paragraph (1) shall be considered to be public information to the extent that the information is necessary—

"(1) to identify the sponsor; and

"(2) to establish the status of a study described in subsection (a) and the reasons, if any, for any failure to carry out the study.

"(c) STATUS OF STUDIES AND REPORTS.—The Secretary shall annually develop and publish in the Federal Register a report that provides a status of the postmarketing studies—

"(1) that sponsors have entered into agreements to conduct; and

"(2) for which reports have been submitted under subsection (a)(1)."

(b) REPORT TO CONGRESSIONAL COMMITTEES.—Not later than October 1, 2001, the Secretary shall prepare and submit to the Committee on Labor and Human Resources of the Senate and the Committee on Commerce of the House of Representatives a report containing—

(1) a summary of the reports submitted under section 562 of the Federal Food, Drug, and Cosmetic Act; and

(2) an evaluation of—

(A) the performance of the sponsors in fulfilling the agreements with respect to the conduct of postmarketing studies described in such section of such Act;

(B) the timeliness of the Secretary's review of the postmarketing studies; and

(C) any legislative recommendations respecting postmarketing studies.

**SEC. 811. INFORMATION EXCHANGE.**

(a) IN GENERAL.—Chapter VII (2 U.S.C. 371 et seq.), as amended by section 807, is further amended by adding at the end the following:

**"Subchapter G—Dissemination of Treatment Information****"SEC. 771. DISSEMINATION OF TREATMENT INFORMATION ON DRUGS, BIOLOGICAL PRODUCTS, AND DEVICES.**

"(a) DISSEMINATION OF TREATMENT INFORMATION.—

"(1) IN GENERAL.—Notwithstanding sections 301(d), 502(f), 505, and 507 and section 351 of the Public Health Service Act (42 U.S.C. 262), and subject to the requirements of paragraphs (2) through (6) and subsection (b), a manufacturer may disseminate to a health care practitioner, a pharmacy benefit manager, a health maintenance organization or a

other managed health care organization, or a health care insurer or governmental agency, written information concerning the safety, effectiveness, or benefit (whether or not such information is contained in the official labeling) of a drug, biological product, or device for which—

"(A) an approval of an application filed under section 505(b), 505(j), or 515, a clearance in accordance with section 510(k), an approval in accordance with section 507, or a biologics license issued under section 351 of the Public Health Service Act, is in effect; and

"(B) if the use is not described in the approved labeling of the product, the manufacturer has submitted to the Secretary a certification that a supplemental application for that use will be submitted to the Secretary pursuant to paragraph (3) or the manufacturer has received an exemption under paragraph (3)(C).

"(2) AUTHORIZED INFORMATION.—A manufacturer may disseminate the written information under paragraph (1) only if the information—

"(A) is in the form of an unabridged—

"(i) reprint or copy of a peer-reviewed article from a scientific or medical journal (as defined in subsection (c)(5)) of a clinical investigation, with respect to a drug, biological product or device, that would be considered to be scientifically sound by experts qualified by scientific training or experience to evaluate the safety or effectiveness of the drug, biological product, or device that is the subject of such clinical investigation; or

"(ii) reference textbook (as defined in subsection (c)(4)) that includes information about a clinical investigation with respect to a drug, biological product, or device, that would be considered to be scientifically sound by experts qualified by scientific training or experience to evaluate the safety or effectiveness of the drug, biological product, or device that is the subject of such clinical investigation; and

"(B) is not false, not misleading, and would not pose a significant risk to the public health.

"(3) COMMITMENT TO FILE A SUPPLEMENTAL APPLICATION; INCENTIVES FOR RESEARCH.—

"(A) IN GENERAL.—A manufacturer may disseminate information about a use not described in the approved labeling of a drug, biological product, or device pursuant to paragraph (1) only if—

"(i) the manufacturer has submitted to the Secretary a certification that the studies needed to file a supplemental application for such use have been completed and such supplement will be filed within 6 months after the date of the initial dissemination of information under paragraph (1); or

"(ii) (I) the manufacturer has submitted to the Secretary a proposed protocol and schedule for conducting the studies needed to submit a supplemental application for such use and has certified that the supplement will be submitted within 36 months after the date of the initial dissemination of information under paragraph (1); and

"(II) the Secretary has determined that the protocol for conducting such studies is adequate and that the schedule for completing such studies is reasonable.

"(B) EXTENSION.—

"(i) LONGER PERIOD OF TIME.—The Secretary may grant a longer period of time for a manufacturer to submit a supplemental application pursuant to subparagraph (A) if the Secretary determines that the studies needed to submit a supplemental application cannot be completed and submitted within 36 months.

"(ii) EXTENSION OF 3-YEAR PERIOD.—The Secretary may extend the time within which a manufacturer must submit a supplemental

application pursuant to subparagraph (A) if the manufacturer demonstrates that the manufacturer has acted with due diligence to conduct the studies in a timely manner. Such extension shall not exceed a period of 24 months.

"(C) EXEMPTIONS.—A manufacturer may file a request for an exemption from the requirements set forth in subparagraph (A). Such request shall be submitted in the form and manner prescribed by the Secretary and shall demonstrate that—

"(i) due to the size of the patient population or the lack of potential benefit to the sponsor, the cost of obtaining clinical information and submitting a supplemental application is economically prohibitive; or

"(ii) it would be unethical to conduct the studies necessary to obtain adequate evidence for approval of a supplemental application.

The Secretary shall act on a request for an exemption under this subparagraph within 60 days after the receipt of the request. If the Secretary fails to act within 60 days, the manufacturer may begin to disseminate information pursuant to paragraph (1) without complying with subparagraph (A). If the Secretary subsequently denies the request for an exemption, the manufacturer either shall cease dissemination or shall comply with the requirements of subparagraph (A) within 60 days after such denial. If the manufacturer ceases dissemination pursuant to this subparagraph solely on the basis that the manufacturer does not comply with subparagraph (A), the Secretary may take appropriate corrective action, but may not order the manufacturer to take corrective action.

"(D) REPORT.—A manufacturer who submits a certification to the Secretary under subparagraph (A) shall provide the Secretary periodic reports that describe the status of the studies being conducted to obtain adequate evidence for approval of a supplemental application.

"(4) INFORMATION ON NEW USES.—

"(A) IN GENERAL.—If the information being disseminated under paragraph (1) meets the requirements of this section, a manufacturer may disseminate information under paragraph (1) concerning the new use of a drug, biological product, or device (described in paragraph (1)) 60 calendar days after the manufacturer has submitted to the Secretary—

"(i) a copy of the information; and

"(ii) any clinical trial information the manufacturer has relating to the safety or efficacy of the new use, any reports of clinical experience pertinent to the safety of the new use, and a summary of such information.

If any of the information required to be provided under clause (ii) has already been provided to the Secretary, the manufacturer may meet the requirements of clause (ii) by providing any such information obtained by the manufacturer since the manufacturer's last submission to the Secretary and a summary that identifies the information previously provided.

"(B) ADDITIONAL INFORMATION.—If the Secretary determines that the information submitted by a manufacturer under subparagraph (A)(i) with respect to a new use of a drug, biological product, or device fails to provide data, analyses, or other written matter, that is objective and balanced, the Secretary may require the manufacturer to disseminate along with the information described in subparagraph (A)—

"(i) additional information with respect to the new use of the drug, biological product, or device that—

"(I) is in the form of an article described in paragraph (2)(A); and

“(II) provides data, analyses, or other written matter, that is scientifically sound;

“(ii) additional objective and scientifically sound information that pertains to the safety or efficacy of the use and is necessary to provide objectivity and balance, including any information that the manufacturer has submitted to the Secretary, or where appropriate, a summary of such information, or any other information that the Secretary has authority to make available to the public;

“(iii) an objective statement prescribed by the Secretary based on information described in clause (i) or (ii), provided the manufacturer has access to the data that forms the basis of such statement unless the Secretary is prohibited from making such data available to the manufacturer; and

“(iv) a statement that describes any previous public announcements by the Secretary relevant to the new use.

“(5) NEW INFORMATION.—If a manufacturer that is disseminating information pursuant to paragraph (1) becomes aware of new information relating to the safety or efficacy of a new use of a drug, biological product, or device for which information was disseminated under paragraph (1), the manufacturer shall notify the Secretary with respect to the new information. If the Secretary determines that the new information demonstrates that a drug, biological product, or device may not be effective or may present a significant risk to public health, the Secretary shall, in consultation with the manufacturer, take such appropriate action as the Secretary determines necessary to ensure public health and safety. The Secretary may limit the types of new information that must be submitted under this paragraph.

“(6) CESSATION OF DISSEMINATION; CORRECTIVE ACTION.—The Secretary may order a manufacturer to cease the dissemination of all information being disseminated pursuant to paragraph (1) if—

“(A) the Secretary finds that a supplemental application does not contain adequate information for approval for the use that is the subject of the information;

“(B) the Secretary determines, after an informal hearing, that the manufacturer is not acting with due diligence to complete the studies necessary to file a supplemental application for the use that is the subject of the information being disseminated; or

“(C) the Secretary determines that the information being disseminated does not comply with the requirements set forth in this section, after providing notice, an opportunity for a meeting, and for minor violations of this section (if there has been substantial compliance with this section), an opportunity to correct such information. If the Secretary orders cessation of dissemination pursuant to this paragraph, the Secretary may order the manufacturer to take appropriate corrective action.

“(7) SPONSORED RESEARCH.—If a manufacturer has sponsored research that results in information as described in paragraph (2)(A), another manufacturer may not distribute the information under this section, unless such manufacturer is required by the Secretary to distribute the information.

“(b) DISCLOSURE STATEMENT.—In order to afford a full and fair evaluation of the information described in subsection (a), a manufacturer disseminating the information shall include along with the information—

“(1) a prominently displayed statement that discloses—

“(A) that the information concerns a use of a drug, biological product, or device or other attribute of a drug, biological product, or device that has not been approved by the Food and Drug Administration;

“(B) if applicable, that the information is being disseminated at the expense of the manufacturer;

“(C) if applicable, the name of any authors of the information who are employees of, or consultants to, or have received compensation from, the manufacturer, or who have a significant financial interest in the manufacturer;

“(D) the official labeling for the drug, biological product, or device and all updates with respect to the labeling;

“(E) if applicable, a statement that there are products or treatments that have been approved for the use that is the subject of the information being disseminated pursuant to subsection (a)(1); and

“(F) the identification of any person that has provided funding for the conduct of a study relating to a new use of a drug, biological product, or device for which such information is being disseminated; and

“(2) a bibliography of other articles from a scientific reference textbook or scientific or medical journal that have been previously published about the new use of a drug, biological product, or device covered by the information disseminated (unless the information already includes such bibliography).

“(c) DEFINITIONS.—As used in this section:

“(1) HEALTH CARE PRACTITIONER.—The term ‘health care practitioner’ means a medical provider that is licensed to prescribe a drug or biological product, or to prescribe or use a device, for the treatment of a disease or other medical condition.

“(2) MANUFACTURER.—The term ‘manufacturer’ includes a person who manufactures, distributes, or markets a drug, biological product, or device.

“(3) NEW USE.—The term ‘new use’ used with respect to a drug, biological product, or device means a use of a drug, biological product, or device not included in the approved labeling of such drug, biological product, or device.

“(4) REFERENCE TEXTBOOK.—The term ‘reference textbook’ means a reference publication that—

“(A) has not been written, edited, excerpted, or published specifically for, or at the request of a manufacturer of a drug, biological product, or device;

“(B) has not been edited or significantly influenced by a manufacturer of a drug, biological product, or device;

“(C) is not solely distributed through a manufacturer of a drug, biological product, or device but is generally available in bookstores or other distribution channels where medical textbooks are sold;

“(D) does not focus on any particular drug, biological product, or device of a manufacturer that disseminates information under subsection (a), and does not have a primary focus on new uses of drugs, biological products, or devices that are marketed or under investigation by a manufacturer supporting the dissemination of information; and

“(E) presents materials that are not false or misleading.

“(5) SCIENTIFIC OR MEDICAL JOURNAL.—The term ‘scientific or medical journal’ means a scientific or medical publication—

“(A) that is published by an organization—

“(i) that has an editorial board;

“(ii) that utilizes experts, who have demonstrated expertise in the subject of an article under review by the organization and who are independent of the organization, to review and objectively select, reject, or provide comments about proposed articles; and

“(iii) that has a publicly stated policy, to which the organization adheres, of full disclosure of any conflict of interest or biases for all authors or contributors involved with the journal or organization;

“(B) whose articles are peer-reviewed and published in accordance with the regular peer-review procedures of the organization;

“(C) that is generally recognized to be of national scope and reputation;

“(D) that is indexed in the Index Medicus of the National Library of Medicine of the National Institutes of Health;

“(E) that presents materials that are not false or misleading; and

“(F) that is not in the form of a special supplement that has been funded in whole or in part by 1 or more manufacturers.

“(d) CONSTRUCTION.—Nothing in this section shall be construed as prohibiting a manufacturer from disseminating information in response to an unsolicited request from a health care practitioner.

“(e) STUDIES AND REPORTS.—

“(1) GENERAL ACCOUNTING OFFICE.—

“(A) IN GENERAL.—The Comptroller General of the United States shall conduct a study to determine the impact of this section on the resources of the Department of Health and Human Services.

“(B) REPORT.—Not later than January 1, 2002, the Comptroller General of the United States shall prepare and submit to the Committee on Labor and Human Resources of the Senate and the Committee on Commerce of the House of Representatives a report of the results of the study.

“(2) DEPARTMENT OF HEALTH AND HUMAN SERVICES.—

“(A) IN GENERAL.—In order to assist Congress in determining whether the provisions of this section should be extended beyond the termination date specified in section 811(e) of the Food and Drug Administration Modernization and Accountability Act of 1997, the Secretary of Health and Human Services shall, in accordance with subparagraph (B), arrange for the conduct of a study of the scientific issues raised as a result of the enactment of this section, including issues relating to—

“(i) the effectiveness of this section with respect to the provision of useful scientific information to health care practitioners;

“(ii) the quality of the information being disseminated pursuant to the provisions of this section;

“(iii) the quality and usefulness of the information provided, in accordance with this section, by the Secretary or by the manufacturer at the request of the Secretary; and

“(iv) the impact of this section on research in the area of new uses, indications, or dosages, particularly the impact on pediatric indications and rare diseases.

“(3) PROCEDURE FOR STUDY.—

“(A) IN GENERAL.—The Secretary shall request the Institute of Medicine of the National Academy of Sciences to conduct the study required by paragraph (2), and to prepare and submit the report required by subparagraph (B), under an arrangement by which the actual expenses incurred by the Institute of Medicine in conducting the study and preparing the report will be paid by the Secretary. If the Institute of Medicine is unwilling to conduct the study under such an arrangement, the Secretary shall enter into a similar arrangement with another appropriate nonprofit private group or association under which the group or association will conduct the study and prepare and submit the report.

“(B) REPORT.—Not later than September 30, 2005, the Institute of Medicine, the group, or association, as appropriate, shall prepare and submit to the Committee on Labor and Human Resources of the Senate, the Committee on Commerce of the House of Representatives, and the Secretary a report of the results of the study required by paragraph (2). The Secretary, after the receipt of

the report, shall make the report available to the public.

"(4) AUTHORIZATION OF APPROPRIATION.—There are authorized to be appropriated such sums as are necessary to carry out this subsection.

**"SEC. 772. ESTABLISHMENT OF LIST OF ARTICLES AND TEXTBOOKS DISSEMINATED AND LIST OF PROVIDERS THAT RECEIVED ARTICLES AND REFERENCE TEXTBOOKS.**

"(a) IN GENERAL.—A manufacturer that disseminates information in the form of articles or reference textbooks under section 771 shall prepare and submit to the Secretary bi-annually—

"(1) a list containing the titles of the articles and reference textbooks relating to the new use of drugs, biological products, and devices that were disseminated by the manufacturer to a person described in section 771(a)(1) for the 6-month period preceding the date on which the manufacturer submits the list to the Secretary; and

"(2) a list that identifies the categories of providers (as described in section 771(a)(1)) that received the articles and reference textbooks for the 6-month period described in paragraph (1).

"(b) RECORDS.—A manufacturer that disseminates information under section 771 shall keep records that identify the recipients of articles and textbooks provided pursuant to section 771. Such records are to be used by the manufacturer when, pursuant to section 771(a)(6), such manufacturer is required to take corrective action and shall be made available to the Secretary, upon request, for purposes of ensuring or taking corrective action pursuant to paragraph (3), (5), or (6) of section 771(a).

**"SEC. 773. CONSTRUCTION.**

"(a) DISSEMINATION OF INFORMATION ON DRUGS OR DEVICES NOT EVIDENCE OF INTENDED USE.—Notwithstanding subsection (a), (f), or (g) of section 502, or any other provision of law, the dissemination of information relating to a new use of a drug or device, in accordance with section 771, shall not be construed by the Secretary as evidence of a new intended use of the drug or device that is different from the intended use of the drug or device set forth in the official labeling of the drug or device. Such dissemination shall not be considered by the Secretary as labeling, adulteration, or misbranding of the drug or device.

"(b) PATENT PROTECTION.—Nothing in section 771 shall affect patent rights in any manner.

"(c) AUTHORIZATION FOR DISSEMINATION OF ARTICLES AND FEES FOR REPRINTS OF ARTICLES.—Nothing in section 771 shall be construed as prohibiting an entity that publishes a scientific journal (as defined in section 771(c)(5)) from requiring authorization from the entity to disseminate an article published by such entity and from charging fees for the purchase of reprints of published articles from such entity."

(b) PROHIBITED ACT.—Section 301 (21 U.S.C. 331), as amended by section 205(b), is further amended by adding at the end the following:

"(y) The dissemination of information pursuant to section 771 by a manufacturer who fails to comply with the requirements of such section."

(c) REGULATIONS.—Not later than 1 year after the date of enactment of this Act, the Secretary of Health and Human Services shall promulgate regulations to implement the amendments made by this section.

(d) EFFECTIVE DATE.—The amendments made by this section shall take effect 1 year after the date of enactment of this Act, or upon the Secretary's issuance of final regulations pursuant to subsection (c), whichever is sooner.

(e) TERMINATION OF EFFECTIVENESS.—The amendments made by this section cease to be effective September 30, 2006, or 7 years after the date on which the Secretary promulgates the regulations described in subsection (c), whichever is later.

**SEC. 812. REAUTHORIZATION OF CLINICAL PHARMACOLOGY PROGRAM.**

Section 2 of Public Law 102-222 (105 Stat. 1677) is amended—

(1) in subsection (a), by striking "a grant" and all that follows through "Such grant" and inserting the following: "grants for a pilot program for the training of individuals in clinical pharmacology at appropriate medical schools. Such grants"; and

(2) in subsection (b), by striking "to carry out this section" and inserting ", and for fiscal years 1998 through 2002 \$3,000,000 for each fiscal year, to carry out this section".

**SEC. 813. MONOGRAPH FOR SUNBURN PRODUCTS.**

Not later than 18 months after the date of enactment of this Act, the Secretary of Health and Human Services shall issue a final monograph for over-the-counter sunburn products for prevention or treatment of sunburn.

**SNOWE (AND OTHERS)  
AMENDMENT NO. 1131**

(Ordered to lie on the table.)

Ms. SNOWE (for herself, Mrs. MURRAY, Mr. D'AMATO, Ms. MOSELEY-BRAUN, Mr. FAIRCLOTH, and Ms. MIKULSKI) submitted an amendment intended to be proposed by them to the bill, S. 830, supra; as follows:

At the appropriate place, insert the following:

**SEC. . OFFICE OF WOMEN'S HEALTH.**

Chapter IX (21 U.S.C. 391 et seq.), as amended by section 804, is further amended by adding at the end the following:

**"SEC. 908. OFFICE OF WOMEN'S HEALTH.**

"(a) ESTABLISHMENT.—There is established within the Office of the Commissioner of the Food and Drug Administration an office to be known as the Office of Women's Health (hereafter referred to in this section as the 'Office'). The Office shall be headed by a Director who shall be appointed by the Commissioner of the Agency.

"(b) PURPOSE.—The Office shall—

"(1) monitor current levels of activity regarding women's participation in clinical trials and the study of gender differences in the testing of drugs, medical devices, and biological products;

"(2) advise the agency in providing guidance or criteria for drug and device manufacturers to use in determining the extent and sufficiency of female representation in clinical trials;

"(3) consult with women's health advocacy organizations, health professionals with expertise in women's issues, consumer organizations, and pharmaceutical manufacturers on Commission policy with regard to women's health.

"(4) make annual estimates of funds needed to monitor clinical trials in accordance with needs that are identified; and

"(5) coordinate women's health activities throughout the Food and Drug Administration.

"(c) COORDINATING COMMITTEE.—

"(1) ESTABLISHMENT.—In carrying out subsection (b), the Director of the Office shall establish a committee to be known as the Coordinating Committee on Women's Health (hereafter referred to in this subsection as the 'Coordinating Committee').

"(2) COMPOSITION.—The Coordinating Committee shall be composed of the Directors of

the Food and Drug Administration Centers or their representatives.

"(3) CHAIRPERSON.—The Director of the Office shall serve as the Chairperson of the Coordinating Committee.

"(4) DUTIES.—With respect to advancing women's health within the mission of the Food and Drug Administration, the Coordinating Committee shall assist the Director of the Office in—

"(A) identifying the need for further studies in specific areas of women's health that fall within the mission of the agency, and developing strategies to foster such studies;

"(B) advising and expediting the intramural research funding process;

"(C) identifying needs regarding the coordination of agency activities; and

"(D) maintaining the agency's focus in ensuring that all agency actions are conducive to women's health.

"(d) REPORTS.—Not later than January 31, 1998, and January 31 of each second year thereafter, the Director shall prepare and submit to the Commissioner of the Food and Drug Administration, a report describing the activities carried out under this section during the preceding 2 fiscal years.

"(e) AUTHORIZATION OF APPROPRIATIONS.—There is authorized to be appropriated such sums as may be necessary to carry out this section."

**THE DEPARTMENT OF THE INTERIOR AND RELATED AGENCIES  
APPROPRIATIONS ACT, 1998**

**GREGG AMENDMENT NO. 1132**

Mr. GORTON (for Mr. GREGG) proposed an amendment to the bill (H.R. 2107) making appropriations for the Department of the Interior and related agencies for the fiscal year ending September 30, 1998, and for other purposes; as follows:

On page 126, line 16, insert after "government" the following "that lies in whole or in part within the White Mountain National Forest and is"

On page 126, line 19, strike "recreational user fee" and insert in lieu thereof: "Demonstration Program Fee (parking permit or passport)"

On page 126, line 21-22, strike "White Mountain National" and "that lies, in whole or in part, within those boundaries."

**RESOLUTION ON THE BOMBING IN  
JERUSALEM**

**HUTCHINSON (AND BREAUX)  
AMENDMENT NO. 1133**

Mr. GORTON (for Mr. HUTCHINSON, for himself and Mr. BREAUX) proposed an amendment to the concurrent resolution (S. Con. Res. 50) condemning in the strongest possible terms the bombing in Jerusalem on September 4, 1997; as follows:

On page 3, beginning on line 6, strike out "should provide" and all that follows through "it has fulfilled" and insert in lieu thereof "will only provide monetary or other assistance to the Palestinian Authority once it has fulfilled".

On page 3, strike out lines 16 and 17.

On page 3, line 18, strike out "(E)" and insert in lieu thereof "(D)".

On page 3, line 21, strike out "(F)" and insert in lieu thereof "(E)".



On page 4, line 1, strike out "(G)" and insert in lieu thereof "(F)".

On page 4, strike out lines 3 through 5.

On page 4, line 6, strike out "(I)" and insert in lieu thereof "(G)".

On page 4, line 9, strike out "(J)" and insert in lieu thereof "(H)".

On page 4, line 15, strike out "(K) taking affirmative steps to reduce the size of the Palestinian police force," and insert in lieu thereof "(I) taking affirmative steps to ensure that the size of the Palestinian police force is".

## NOTICE OF HEARING

### COMMITTEE ON RULES AND ADMINISTRATION

Mr. WARNER. Mr. President, I wish to announce that the Committee on Rules and Administration will hold a hearing in SR-301, Russell Senate Office Building, on Thursday, September 18, 1997 at 2 p.m. to receive testimony relating to the contested Senate election in Louisiana in November, 1996.

## AUTHORITY FOR COMMITTEES TO MEET

### COMMITTEE ON AGRICULTURE, NUTRITION, AND FORESTRY

Mr. LOTT. Mr. President, I ask unanimous consent that the Committee on Agriculture, Nutrition, and Forestry be allowed to meet during the session of the Senate on Thursday, September 11, 1997 at 9 a.m. in SD-106 to examine the broad implications of the recently proposed tobacco settlement.

The PRESIDING OFFICER. Without objection, it is so ordered.

### COMMITTEE ON ENERGY AND NATURAL RESOURCES

Mr. LOTT. Mr. President, I ask unanimous consent that the Committee on Energy and Natural Resources be granted permission to meet during the session of the Senate on Thursday, September 11, for purposes of conducting a full committee hearing which is scheduled to begin at 9:30 a.m. The purpose of this oversight hearing is to receive testimony on S. 660, a bill to provide for the continuation of higher education through the conveyance of certain lands in the State of Alaska to the University of Alaska, and for other purposes, and S. 1092, a bill to provide for a transfer of land interests in order to facilitate surface transportation between the cities of Cold Bay, AK, and King Cove, AK, and for other purposes.

The PRESIDING OFFICER. Without objection, it is so ordered.

### COMMITTEE ON FINANCE

Mr. LOTT. Mr. President, I ask unanimous consent that the Committee on Finance be permitted to meet Thursday, September 11, 1997 beginning at 10 a.m. in room SH-215, to conduct a markup on several trade bills.

The PRESIDING OFFICER. Without objection, it is so ordered.

### COMMITTEE ON FOREIGN RELATIONS

Mr. LOTT. Mr. President, I ask unanimous consent that the Committee on Foreign Relations be authorized to meet during the session of the Senate

on Thursday, September 11, 1997, at 10 a.m. to hold a hearing.

The PRESIDING OFFICER. Without objection, it is so ordered.

### COMMITTEE ON GOVERNMENTAL AFFAIRS

Mr. LOTT. Mr. President, I ask unanimous consent on behalf of the Governmental Affairs Committee Special Investigation to meet on Thursday, September 11, at 10 a.m. for a hearing on campaign financing issues.

The PRESIDING OFFICER. Without objection, it is so ordered.

### COMMITTEE ON LABOR AND HUMAN RESOURCES

Mr. LOTT. Mr. President, I ask unanimous consent that the Committee on Labor and Human Resources be authorized to meet for a hearing on confidentiality of medical information during the session of the Senate on Thursday, September 11, 1997, at 10 a.m.

The PRESIDING OFFICER. Without objection, it is so ordered.

### SUBCOMMITTEE ON NATIONAL PARKS, HISTORIC PRESERVATION, AND RECREATION

Mr. LOTT. Mr. President, I ask unanimous consent that the Subcommittee on National Parks, Historic Preservation, and Recreation of the Committee on Energy and Natural Resources be granted permission to meet during the session of the Senate on Thursday, September 11, for purposes of conducting a subcommittee hearing which is scheduled to begin at 2 p.m. The purpose of this oversight hearing is to receive testimony reviewing the Commemorative Works Act and the administrative and public process involved in the site selection of the World War II Memorial and the recently announced Air Force Memorial.

The PRESIDING OFFICER. Without objection, it is so ordered.

## ADDITIONAL STATEMENTS

### IN RECOGNITION OF ETTA MOTEN BARNETT'S 96TH BIRTHDAY

• Ms. MOSELEY-BRAUN. Mr. President, I would like to extend my heartfelt congratulations to Etta Moten Barnett on the occasion of her recent 96th birthday. Mrs. Barnett is a remarkable woman who has lived a life of great artistic and civic achievement.

By the time she was 30, Mrs. Barnett was married, had three children, divorced, and returned to school. After receiving a fine arts degree in voice from the University of Kansas, Mrs. Barnett moved to New York City to begin an illustrious career in show business that would take her around the world and before millions of people.

Mrs. Barnett distinguished herself with her incredible singing ability, both on the stage and on the silver screen. Her theatrical accomplishments include Broadway performances of "Porgy and Bess", "Fast and Furious", "Sugar Hill", "Zombie", and "Lysistrata". George Gershwin wrote the role of Bess with Mrs. Barnett in mind, and she performed in the star-

ring role in the first revival of "Porgy and Bess" on Broadway in 1942.

Mrs. Barnett's film credits include "The Gold Diggers", "Flying Down to Rio", and "My Forgotten Man". Her stirring performance in The "Carioca" earned the film an Oscar nomination for best song. After seeing her in "My Forgotten Man", President Franklin Roosevelt invited Mrs. Barnett to personally sing for him, and thus, she became the first African-American woman ever to perform at the White House.

Although Mrs. Barnett stopped performing in 1952, her contributions to American society continued. Along with husband Claude Barnett, the founding director of the Associated Negro Press, Mrs. Barnett took an active interest in issues affecting people of color around the world and became a champion of equal rights for all people.

As a founding member of the North Shore Chapter of the Links, Inc. in Chicago, Mrs. Barnett continues to give freely of herself to numerous cultural and civic organizations. Her commitment to improving the plight of women throughout the world was recognized when she was the first nongovernmental organization representative of the Links at the United Nations.

Etta Moten Barnett is truly an American legend. In honoring her 96th birthday, I join her family, friends, and colleagues in commending her for her outstanding accomplishments. Her talent on Broadway and on film has touched thousands of Americans, and her hard work, gracefulness, and civic-mindedness has inspired and set an example for thousands more. ●

### TRIBUTE TO THE HONORABLE ALBERT LEE SMITH, JR.

• Mr. SHELBY. Mr. President, I rise today in honor of The Honorable Albert Lee Smith, Jr., who died at age 65 on August 12, 1997, from injuries suffered in a tragic fall at his home. Mr. Smith was a friend, dedicated husband and father. He served with distinction in the U.S. House of Representatives during the 96th Congress on behalf of the people of Alabama's Sixth District.

Albert Lee Smith, Jr., grew up in Birmingham, AL and received his bachelor's degree from Auburn University. Always a leader, he served as an officer in the U.S. Navy, and was later awarded an honorary doctor of law degree from Samford University.

In 1956, Mr. Smith joined the Jefferson-Pilot Life Insurance Co. in Birmingham. For the next 41 years, Mr. SMITH had a distinguished career as a Chartered Life Underwriter. He served as president of the Birmingham Association of Life Underwriters and held several leadership positions in other professional organizations.

Albert Lee Smith, Jr. was a true gentleman and conservative visionary. He was an extraordinary leader for the Alabama Republican Party. Active since 1962, Mr. Smith served as a

pollwatcher, precinct captain and vicechairman of the county party. At the time of his untimely passing, he was serving as a vice-chairman of the Alabama Republican Executive Committee. Further, Mr. Smith was a delegate to the 1968, 1972, 1976, and 1984 Republican National Conventions.

Driven by his desire to help Alabamians, Albert Lee Smith, Jr., ran for Congress to work for lower taxes and a smaller, more efficient government for the American people. Among the first in Congress to do so, Congressman Smith demonstrated concern for the strength of American families as the sponsor of the Family Protection Act. As a member of the House Budget Committee and the Committee on Veteran's Affairs, he supported tax cuts and a strong national defense.

Albert Lee Smith, Jr., knew the importance of restoring America's financial and spiritual health for our children and grandchildren. For his dedicated service, Congressman Smith was honored by several important awards: The Taxpayers Best Friend Award from the National Taxpayers' Union; the Leadership Award from the American Security Council; and the Golden Bulldog Award from the Watchdog of the Treasury, among others.

Congressman Smith was a public servant of the first order. The Alabama Republican Party nominated him as its candidate for the U.S. Senate in 1984. Following his departure from the House of Representatives, President Ronald Reagan named him in 1985 to the Federal Council on Aging, an appointment subsequently confirmed by the U.S. Senate.

An exemplary citizen, leader and role model, Congressman Smith served as a board member of the Birmingham Campus Crusade for Christ and was a member of the Kiwanis Club and the Metropolitan Board of the YMCA. Mr. Smith served as a deacon at the First Baptist Church in Birmingham and was elected by the Southern Baptist Convention to the Baptist Joint Committee on Public Affairs. As a husband, father and friend, Albert Lee Smith, Jr., was a compassionate and thoughtful human being.

My prayers go out to Albert's wife, Eunie Walldorf Smith, their children, Karen, Smith, Albert Smith, and Meg Wallace, and their family and friends. The Honorable Albert Lee Smith's lifelong dedication to community and country made our world a better place.●

#### NATIONAL WILDLIFE REFUGE SYSTEM ADMINISTRATION ACT OF 1996

● Mr. GRAHAM. Mr. Chairman, this bill establishes wildlife observation, hunting, fishing, and environmental education as the priority public uses of the refuge system. We have found in the State of Florida that even wildlife observation can become incompatible if not carefully regulated and managed.

For example, at Crystal River National Wildlife Refuge, visitors enjoy observing the manatees that this refuge was established to protect. The favored way of observing the animals is by swimming with them in the refuge waters. A few years ago, the Fish and Wildlife Service discovered that so many people were engaging in this activity that many of the manatees were leaving the refuge that was designed for their protection. The agency determined that this form of wildlife observation was occurring at levels that were incompatible with the purpose of the refuge and had to establish certain limits on when and where people could engage in this activity and how many could do so at one time.

Am I correct that even those so-called wildlife-dependent activities that are considered priority public uses in the bill must be found to be compatible with the purposes of the refuges and the mission of the system? And, that as a part of this determination, the Fish and Wildlife Service must consider whether there are adequate funds available to administer the use in a manner that is compatible?

Mr. CHAFEE. That is correct. Even though we are designating wildlife observation, hunting, fishing, and environmental education as priority public uses the bill requires each of these to pass the compatibility test. Even these uses have occasionally been determined to be incompatible on a number of refuges in the past and may be so in the future.

Mr. GRAHAM. Mr. Chairman, this bill—for the first time in law—would establish a definition for the term "compatible." This is one of the single most important aspects of this legislation. Too often in the past, activities have been allowed on refuges that have harmed the fish and wildlife and habitats that these areas were designed to protect. There has been some concern that the definition used in the bill is overly vague. The bill defines a compatible use as one that will not "materially interfere with or detract from the purpose of a refuge or the mission of the Refuge System."

The House committee report on this bill further clarified that what this language means is that a use is compatible if it will not have a tangible adverse impact on refuge purposes. Is it also your understanding that this is what is meant by this definition?

Mr. CHAFEE. Yes. That is the correct interpretation of what is meant by this definition. A compatible use is one that will not have a tangible adverse impact on refuge purposes.

Mr. GRAHAM. Mr. Chairman, the third part of our amendment concerns the issuance of permits for such uses as electric utility rights-of-way that may be of longer than 10 years in duration.

The underlying bill requires that all non-wildlife-dependent uses be reevaluated every 10 years to ensure they are still compatible. The language of our amendment directs that for uses that

are authorized for more than 10 years, such as utility right-of-way the Fish and Wildlife Service will evaluate compliance with the original terms and conditions of the permit and not the authorization of the right-of-way itself.

Mr. CHAFEE. Your understanding is correct. This amendment is intended to address the concerns of those with permits for more permanent or semipermanent physical structures such as powerlines.

Mr. GRAHAM. Mr. Chairman, some have pointed out correctly that, in the case of unforeseen changes in circumstances, it may occasionally be necessary to adjust a use to ensure that it remains compatible. My understanding is that utility companies have been willing and able to make minor adjustments to their facilities to ensure that they remain compatible.

Mr. Chairman, am I correct to understand that this amendment will still allow the flexibility to make such adjustments to facilities that have been authorized for more than 10 years in order to ensure that they remain compatible?

Mr. CHAFEE. That is correct.●

#### APPLAUDING LITHUANIA AND POLAND FOR HOSTING THE VILNIUS CONFERENCE

● Mr. DURBIN. Mr. President, I rise today to applaud Lithuania and Poland for their efforts in promoting peace and security in Central and Eastern Europe. This past weekend, Lithuania and Poland hosted an international conference in Vilnius on the subject of co-existence between nations and good neighborly relations. The conference brought together the leaders of 11 countries—Lithuania, Poland, Latvia, Estonia, Ukraine, Hungary, the Czech Republic, Romania, Belarus, Finland, and Russia—to discuss practical ways to promoting peaceful relations among their peoples. Lithuania and Poland pointed to improvements in their own relationship as a model for other nations. I also commend President Clinton for recognizing the leadership of Lithuania and Poland on this issue, by sending the Deputy Assistant Secretary of State for European Affairs as the United States representative to the Vilnius conference.

In convening this conference, Lithuania and Poland stressed the essential connections between democratic institutions, free markets, and peace. Democratic institutions are founded on the values of tolerance and respect for individual and minority rights; values which promote good relations between neighbors. Free markets are providing the people of that region with unprecedented opportunities to improve their lives in material terms, giving them an incentive to put aside old animosities and differences. And of course, peace provides an environment in which democratic institutions and free markets can flourish. The work of the Vilnius conference advances major

American foreign policy goals: security in the North Atlantic region and the expansion of democratic institutions and free markets.

Lithuania and Poland are meeting their responsibilities in the new Europe. They are leading the way in forging a new pattern of politics in Europe, as Secretary of State Albright called for during her trip to Lithuania last July. During her visit, Secretary Albright stated that any new members of NATO must be producers of security, not merely consumers. Mr. President, by reaching out to their neighbors—including Russia—Lithuania and Poland are showing themselves to be producers of security. They are, in short, excellent candidates for NATO membership. We in the Senate should do all we can to encourage Lithuania and Poland in their efforts to promote security in the North Atlantic region and to support their membership in NATO.●

#### THE 50TH ANNIVERSARY OF THE U.S. AIR FORCE

● Mr. LEVIN. Mr. President, I rise today to honor the U.S. Air Force on its 50th anniversary, which will be celebrated across the country on September 18, 1997.

On July 26, 1947, the National Security Act was signed into law by President Truman. This act established the U.S. Air Force as a separate branch of our Nation's Armed Forces. On September 18, 1947, W. Stuart Symington was sworn in as the first Secretary of the Air Force. Eight days later, Gen. Carl A. Spaatz became the Air Force's first Chief of Staff.

While 1947 marked the beginning of the Air Force as we know it today, the U.S. official involvement with the military applications of flight actually started 40 years earlier in 1907. On August 1 of that year—just 3 years after the Wright Brothers' historic first manned flight—the Aeronautical Division of the U.S. Army Signal Corps was established. This was the forerunner of today's Air Force. The Aeronautical Division's mission was to "take charge of all matters pertaining to military ballooning, air machines, and all kindred subjects." It is from this initial mandate that the Air Force has evolved into the indispensable force which today provides the United States with "Global Reach, Global Power."

With its founding in 1947, the Air Force became an equal partner with the Army, Navy, and Marine Corps in our Nation's Armed Forces. It did not take long for the Air Force to make history. Within 2 weeks of its creation, the Air Force hit the first of many impressive milestones. On October 14, 1947, a young Air Force captain by the name of Chuck Yeager courageously piloted the X-1 on the first supersonic flight.

Beginning in June 1948, it was the Air Force that was called upon to take the lead in the Berlin Airlift. Dubbed Operation Vittles and over the course of the

next 15 months, the Anglo-American airlift delivered a total of 2.3 million tons of food, fuel, and supplies to sustain the people of that beleaguered city.

The theme of this 50th anniversary year for the Air Force—"Golden Legacy—Boundless Future"—is very appropriate because facing challenges has been the hallmark of the Air Force. They have always aimed high. The Air Force has achieved countless numbers of aviation firsts that are the envy of the aeronautical world. Lesser known actions, though, are also an important part of the Air Force's golden legacy and should also be celebrated. For instance, on July 1, 1949, the Air Force became the first service to announce an end to racial segregation in its ranks.

The greatest strength in all of the military services has always been in its members themselves. Without any doubt and question, Gens. Hap Arnold and Jimmie Doolittle and Sen. Ira Eaker are great Air Force legends in their own right. So too though is Lt. Col. John Paul Stapp, a Air Force flight surgeon who in 1954 rode a rocket sled to 632 mph and then decelerated to zero in 125 seconds. He survived more than 35 times the force of gravity in order to determine if a pilot could eject from an airplane at supersonic speed and live. We should also remember Col. Robin Olds who, on January 2, 1967, became the first and only U.S. Air Force ace with 12 victories in World War II and 4 victories in Vietnam.

Over the past 50 years the men and women of the Air Force have served with honor and distinction in the major conflicts of Korea, Vietnam, and in the Persian Gulf. They have been the faithful stewards of two-thirds of America's arsenal of nuclear weapons. They have kept the peace deep below the Earth in missile silos and high in the heavens in reconnaissance aircraft.

The Air Force truly does have a golden legacy that we should all take time to reflect upon and honor. I am confident that the Air Force's rich history is the foundation of its boundless future. Regardless of any future threat our Nation may face, the Air Force will meet the challenge just as they always have.

I know my Senate colleagues join me in celebrating the 50th anniversary of the United States Air Force.●

#### CONDEMNATION OF BOMBING IN JERUSALEM

Mr. GORTON. Mr. President, I ask unanimous consent that the Foreign Relations Committee be discharged from further consideration of Senate Concurrent Resolution 50 and the Senate proceed to its immediate consideration.

The PRESIDING OFFICER. The clerk will report.

The legislative clerk read as follows:

A concurrent resolution (S. Con. Res. 50) condemning in the strongest possible terms

the bombing in Jerusalem on September 4, 1997.

The PRESIDING OFFICER. Is there objection to the immediate consideration of the concurrent resolution?

There being no objection, the Senate proceeded to consider the concurrent resolution.

Mr. GORTON. Mr. President, Senator HUTCHINSON has two amendments at the desk which amend the resolution and the preamble.

I ask unanimous consent that the amendment to the resolution be agreed to, the resolution, as amended, be agreed to, the amendment to the preamble be agreed to, and the preamble, as amended, be agreed to.

I further ask unanimous consent that the motions to reconsider be laid upon the table and any statements relating to the resolution be printed in the RECORD.

The PRESIDING OFFICER. Without objection, it is so ordered.

The amendment (No. 1133) was agreed to, as follows:

On page 3, beginning on line 6, strike out "should provide" and all that follows through "it has fulfilled" and insert in lieu thereof "will only provide monetary or other assistance to the Palestinian Authority once it has fulfilled".

On page 3, strike out lines 16 and 17.

On page 3, line 18, strike out "(E)" and insert in lieu thereof "(D)".

On page 3, line 21, strike out "(F)" and insert in lieu thereof "(E)".

On page 4, line 1, strike out "(G)" and insert in lieu thereof "(F)".

On page 4, strike out lines 3 through 5.

On page 4, line 6, strike out "(I)" and insert in lieu thereof "(G)".

On page 4, line 9, strike out "(J)" and insert in lieu thereof "(H)".

On page 4, line 15, strike out "(K) taking affirmative steps to reduce the size of the Palestinian police force," and insert in lieu thereof "(I) taking affirmative steps to ensure that the size of the Palestinian police force is".

The amendment to the preamble was agreed to, as follows:

In the first clause, strike out "8 people" and insert in lieu thereof "7 people".

In the sixth clause, strike out "a list of 150" and insert in lieu thereof "a long list of".

In the eighth clause, strike out "over 260 Israelis" and insert in lieu thereof "more than 100 Israelis".

The concurrent resolution, as amended, was agreed to.

The preamble, as amended, was agreed to.

The concurrent resolution (S. Con. Res. 50), as amended, and its preamble, as amended, read as follows:

#### S. CON. RES. 50

Whereas on September 4, 1997, 3 bombs exploded in Jerusalem on Ben Yehuda Street, killing at least 7 people and injuring more than 165 others;

Whereas HAMAS, a terrorist organization, has a "military wing" which has claimed responsibility for this cowardly act;

Whereas Yasser Arafat, Chairman of the Palestinian Authority, has made statements in which he said "HAMAS, even its military wing, is a patriotic movement.";

Whereas on August 20, 1997, Chairman Arafat publicly embraced the leader of HAMAS, Abdel Aziz al-Rantisi;

Whereas Yasser Arafat has recently ordered the release of several HAMAS terrorists being held in Palestinian Authority jails, including Nabil Sharihi, who is suspected in a bombing that killed Alisa Flatow, a American citizen;

Whereas Israel has recently given Yasser Arafat a long list of suspected terrorists who are presently residing in Palestinian-controlled territory;

Whereas Yasser Arafat has made public statements in which he vowed not to "bow down" to Israeli requests that he arrest suspected terrorists;

Whereas since the beginning of the Oslo peace process, more than 100 Israelis have been killed, and hundreds more have been injured, far more than a similar period before the peace process began; and

Whereas in violation of the Oslo Accords, the Palestinian Authority has withheld full security cooperation with the State of Israel, which may have made this attack more likely; Now, therefore be it

*Resolved by the Senate (the House of Representatives concurring), That Congress—*

(1) condemns in the strongest possible terms this latest bombing and those responsible for encouraging or inciting such cowardly acts;

(2) expresses its deepest condolences to the families of the victims of this latest bombing and expresses its solidarity with the people of the State of Israel in this tragic time;

(3) reaffirms that the United States should fully cooperate with the State of Israel in helping to stem the tide of terrorism, which has threatened the Oslo peace process and the stability of this vital region; and

(4) affirms that the United States will only provide monetary or other assistance to the Palestinian Authority once it has fulfilled its obligations under the Oslo Accords, including—

(2) taking affirmative steps to arrest and prosecute suspected terrorists;

(B) resuming full security and intelligence cooperation with the State of Israel;

(C) taking affirmative steps to confiscate all unlicensed weapons and explosives;

(D) prohibiting participation in the Palestinian security services of individuals suspected of committing terrorist acts;

(E) ceasing all anti-Israeli rhetoric, including statements which refer to terrorist groups as "patriotic", statements which praise terrorists or terrorist leaders, and statements encouraging a "battle" or "jihad" against Israel;

(F) cooperating with Israel in the transfer of suspected terrorists to Israel to stand trial;

(G) ceasing the use of maps depicting "Palestine" as encompassing the entire State of Israel;

(H) completing the process of amending the covenant of the Palestinian Liberation Organization, including the recession of those specific articles which call for armed struggle to liberate "Palestine" or question their legitimacy of Zionism or the State of Israel; and

(I) taking affirmative steps to ensure that the size of the Palestinian police force is in accordance with the limits set forth in the Oslo and subsequent accords.

#### ORDERS FOR FRIDAY, SEPTEMBER 12, 1997

Mr. GORTON. Mr. President, I ask unanimous consent that when the Senate completes its business today, it stand in adjournment until the hour of 10 a.m. on Friday, September 12.

I further ask unanimous consent that on Friday the Senate immediately

begin a period of morning business, with Senators permitted to speak for up to 10 minutes each.

I further ask unanimous consent that following morning business, the Senate adjourn over until Monday, September 15, and immediately following the prayer, the routine requests through the morning hour be granted and the Senate immediately resume consideration of H.R. 2107, the Interior appropriations bill.

The PRESIDING OFFICER. Without objection, it is so ordered.

#### PROGRAM

Mr. GORTON. For the information of all Members, the Senate will be in session for the transaction of morning business only tomorrow. No rollcall votes will occur during Friday's session of the Senate.

On Monday, the Senate will resume consideration of the Interior appropriations bill. The majority leader intends that the Senate conclude debate on this legislation by Tuesday. Therefore, Members are encouraged to contact the managers of the bill to schedule floor action on any possible amendments.

As Members are aware, this is the next to the last appropriations bill remaining for Senate consideration. In other words, the Senate has concluded action on 11 of the 13 appropriations bills. Therefore, Members' cooperation is appreciated in the scheduling of floor action as we attempt to complete action on both the Interior appropriations bill and the District of Columbia appropriations bill next week.

The Senate will be in session on Friday for morning business only. There will be no rollcall votes on Friday or Monday. Therefore, the next rollcall vote will be a cloture vote on S. 830, the FDA reform bill, occurring on Tuesday at 10 a.m. Under rule XXII, all first-degree amendments to S. 830 must be filed by 1 p.m. on Monday.

I thank my colleagues for their attention.

#### ORDER FOR ADJOURNMENT

Mr. GORTON. Mr. President, if there is no further business to come before the Senate, I now ask unanimous consent the Senate stand in adjournment under the previous order following the remarks of Senator SNOWE.

The PRESIDING OFFICER. Without objection, it is so ordered.

Under the previous order, the Senator from Maine is recognized.

#### ARMY REPORTS ON SEXUAL HARASSMENT

Ms. SNOWE. Mr. President, the American people watched with horror and disgust as the incidents of sexual misconduct at Aberdeen Proving Ground unfolded last fall. As details emerged at Aberdeen and other Army training facilities, the extent and seri-

ousness of this problem became increasingly and terribly evident.

As a result of these events, the Secretary of the Army, Togo West, commissioned his senior review panel and tasked the Army Inspector General to conduct two separate widescale investigations of sexual harassment within the Army. Today, the Secretary released the results of these two studies.

Both reports delivered a scathing indictment of the climate and lack of leadership that permits sexual harassment to permeate all levels of the Army.

Mr. President, in each case involving leaders and trainees, the sexual misconduct which occurred at Aberdeen and elsewhere within the Army was a result of abuse of authority. The key to solving this problem is to eliminate the systemic conditions which created the atmosphere which allowed these outrageous and egregious instances of abuse to occur. The Army's equal opportunity system, which is supposed to provide a safety valve when all else fails, is itself a complete and utter failure—devoid of support by the chain of command and lacking credibility by those it seeks to protect.

The stark reality is that only 5 percent of the 9,000 people surveyed, as part of the Army's own review, said they would use the formal complaint mechanism provided by the equal opportunity system.

Mr. President, what kind of program engenders confidence in only 5 percent of the population? The answer is simple. One that is badly broken, and in desperate need of repair.

The reports released today found that sexual harassment exists throughout the Army, crossing gender, rank, and racial lines. They also found that the Army leadership is the critical factor in creating, maintaining, and enforcing an environment of respect and dignity, yet too many leaders have failed to gain the trust of their soldiers.

As a member of the Armed Services Committee, I have taken a long hard look at sexual harassment throughout the military. I have made visits to Fort Jackson, SC, Aberdeen Proving Ground, MD, and Camp Lejeune, NC. As part of these visits, I asked the Army about the quality of its sexual harassment training designed to sensitize both instructors and trainees to the problems of sexual harassment. Army officials assured me that the training was adequate, but today's shocking report reveals otherwise.

The Inspector General's survey reported that professionals and leaders who are expected to deal with soldiers reporting incidents of inappropriate sexual behavior need to be trained and qualified, indicating that is obviously not the case today.

Army officials must act swiftly and aggressively to change the climate that has allowed sexual harassment to permeate the Army. These same officials must also vastly improve the education provided to both instructors and

trainees to ensure beyond the shadow of a doubt that all parties understand their responsibilities with regard to sexual harassment. The equal opportunity system has clearly failed and must be repaired so that victims of sexual harassment will have confidence that Army leadership will act on valid complaints and actively seek to eliminate sexual harassment.

Today's acknowledgment by the Army is a first step that identifies the alarming scope of this problem. Now, it is incumbent upon the military and on our civilian leaders to put an end to sexual harassment once and for all.

I will again meet with Army officials tomorrow and will continue to aggressively pursue changes to eliminate the

poisonous environment that allows such pervasive levels of sexual harassment to undermine the good order and discipline of the United States Army, so crucial to our national security.

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#### ADJOURNMENT UNTIL 10 A.M. TOMORROW

The PRESIDING OFFICER. The Senate stands adjourned under the previous order.

Thereupon, the Senate, at 6:14 p.m., adjourned until Friday, September 12, 1997, at 10 a.m.

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#### CONFIRMATIONS

Executive Nominations Confirmed by the Senate September 11, 1997:

#### CORPORATION FOR PUBLIC BROADCASTING

KATHERINE MILNER ANDERSON, OF VIRGINIA, TO BE A MEMBER OF THE BOARD OF DIRECTORS OF THE CORPORATION FOR PUBLIC BROADCASTING FOR A TERM EXPIRING JANUARY 31, 2000.

HEIDI H. SCHULMAN, OF CALIFORNIA, TO BE A MEMBER OF THE BOARD OF DIRECTORS OF THE CORPORATION FOR PUBLIC BROADCASTING FOR A TERM EXPIRING JANUARY 31, 2002.

#### THE JUDICIARY

JOSEPH F. BATAILLON, OF NEBRASKA, TO BE U.S. DISTRICT JUDGE FOR THE DISTRICT OF NEBRASKA.

CHRISTOPHER DRONEY, OF CONNECTICUT, TO BE U.S. DISTRICT JUDGE FOR THE DISTRICT OF CONNECTICUT.

JANET C. HALL, OF CONNECTICUT, TO BE U.S. DISTRICT JUDGE FOR THE DISTRICT OF CONNECTICUT.

#### DEPARTMENT OF JUSTICE

SHARON J. ZEALEY, OF OHIO, TO BE U.S. ATTORNEY FOR THE SOUTHERN DISTRICT OF OHIO FOR THE TERM OF 4 YEARS.

JAMES ALLAN HURD, JR., OF THE VIRGIN ISLANDS, TO BE U.S. ATTORNEY FOR THE DISTRICT OF THE VIRGIN ISLANDS FOR THE TERM OF 4 YEARS.

# EXTENSIONS OF REMARKS

## ANNIVERSARY OF THE NOAA CORPS

### HON. CONSTANCE A. MORELLA

OF MARYLAND

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mrs. MORELLA. Mr. Speaker, this year marks the 80th anniversary of the National Oceanic and Atmospheric Administration Commissioned Corps, one of the seven uniformed services of the United States. Under the auspices of the Department of Commerce, the officers of the NOAA Corps are an integral part of the National Oceanic and Atmospheric Administration and serve with distinction throughout this multidisciplinary scientific organization.

Dating back to 1807, the heritage of the NOAA Corps began when President Thomas Jefferson created the U.S. Coast and Geodetic Survey. Directed by the Congress, the Department of War and the Department of the Navy provided commissioned officers to the survey to chart the U.S. coastlines and for shoreside mapping, thus opening the United States to expanded maritime commerce. Congress, by the act of May 22, 1917, formally established a separate uniformed service, patterned after the military, to meet the survey's growing responsibilities and unique needs. This commissioned service of the United States Coast and Geodetic Survey [C&GS] served with distinction in the world wars of this century. Hydrographic and geodetic surveying operations transitioned to the Environmental Science Service Administration in 1965 and in 1970, these responsibilities were incorporated into the National Oceanic and Atmospheric Administration. The NOAA Corps was designed to allow for continued flexibility in the assignment of professionals to remote, hazardous, or otherwise arduous duties throughout the wide range of environmental measurement and stewardship activities encompassed by the new NOAA, and so vital to the Nation. Corps officers today combine unique qualifications as research ship and aircraft operators; as technical experts with advanced academic backgrounds in hydrography, geodesy, fisheries sciences, meteorology, and oceanography; and as leaders in technical program and data management contributing to the coherence, integrity, and effectiveness of the administrative structure of NOAA.

The NOAA Corps today continues to provide NOAA with a highly effective interface with counterparts in the Coast Guard, Navy, Air Force, and Army Corps of Engineers, military branches with which NOAA has a continuing need to interact in order to discharge its responsibilities. The Corps houses the Nation's expertise and capabilities in nautical charting, and performs a principal mission of hydrographic surveying vital to our national interest of ensuring the safe navigation of foreign trade, 98 percent of which travels in U.S. coastal waters. NOAA Corps pilots are unique in their ability to conduct low-altitude penetration of hurricanes in tropical storm research

missions and snow cover measurement flights for flood predictions in the upper mid-western United States. Corps officers provide the data collection and management that are requisite to ensuring accurate fisheries stock, turtle, and marine mammal assessments.

The Corps has contributed on many occasions over the recent decades in providing valuable scientific and engineering skills to the armed services and the Nation, especially in times of national emergencies. A very recent example is the NOAA ship *Rude*, which swiftly located the wreckage of TWA Flight 800. The *Rude* and a shore component composed of NOAA Corps officers also created highly detailed map products which greatly facilitated the retrieval of wreckage by Navy divers. Their effort was recently recognized by Secretary Peña of the Department of Transportation at the U.S. Coast Guard Awards Ceremony and by NOAA's parent bureau, the Department of Commerce, with the Department's highest award, the Commerce Gold Medal.

Iraq's destructive actions during the gulf war created one of the worst oil-based environmental catastrophes known to man. NOAA provided ship, aircraft, and technical expertise for environmental appraisal, and the first comprehensive study of the Persian Gulf. Shore personnel provided scientific expertise in hazardous materials management, while the NOAA Ship *Mt. Mitchell* carried a contingent of world-class scientists to the gulf to evaluate and determine the extent of the environmental damage. Sailing as a commissioned survey ship with warship status she easily bypassed many of the administrative restrictions placed upon commercial vessels by Iran and surrounding countries. In addition, *Mt. Mitchell* was able to work more closely with the other services to obtain necessary information and logistic support such as mine and weather reports, fuel and supplies. The NOAA Corps provided instant credibility not only to U.S. services, but to Saudi Arabian, Kuwait, and Iranian authorities and observers. Most important, the skills and knowledge of the NOAA Corps officers maximized the productivity of this scientific expedition by providing a safe, effective research platform. The captain and crew of this expedition received a Commerce Gold and Silver Medal respectively, for their service.

A similar response was made by the officers and crew of the NOAA Ship *Rainier* in 1989 to one of this Nation's largest environmental catastrophes, when the tanker *Exxon Valdez* spilled 11 million gallons of crude oil in Prince William Sound, Alaska. The vessel was on scene immediately in support of critical Federal spill management decisions and a wide variety of environmental studies, which allowed scientists to better understand the effects of a hazardous material spill of that magnitude in such a remote, environmentally sensitive area.

Today the NOAA Corps continues to perform its missions whether in charting our Nation's coastline, assessing its fisheries stocks, or flying into hurricanes for science and the

humanitarian need to produce better warnings for saving of life and property. Today's NOAA Corps officer might be found virtually anywhere on the surface of the Earth, in or on the sea, or in our atmosphere. These officers remain ready to apply their science and service skills to the many problems facing the United States in the management of its oceanic and atmospheric resources.

Most all of us have benefited from the dedicated service of these officers to our Nation, and I ask that you join me in a salute to the men and women of the Corps on this, their 80th anniversary.

## CONGRATULATIONS TO THE ARIZONA RATTLERS

### HON. ED PASTOR

OF ARIZONA

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. PASTOR. Mr. Speaker, I rise before you today to congratulate the Arizona Rattlers who for the second time in 4 years are the Arena Football champions.

The Rattlers wrapped up the Arena Bowl XI last month with an unforgettable 55-33 victory over the Iowa Barnstormers.

The fans who have watched the Rattlers in the Snake Pit are especially proud because they are the only professional sports team in the Valley of the Sun with a league championship. And now they have two. All this despite a season-ending fractured leg suffered by quarterback Sherdrick Bonner during the semifinal against Tampa Bay that left the team going into the championship game as the underdog.

But those who doubted the Rattlers were proved wrong when, with the leadership of Coach Danny White and with touchdowns by Hunkie Cooper and rookie Donnie Davis, the Rattlers kept Iowa at bay and came through with its second championship crown.

I want to not only congratulate the team, but the coach, staff, and all the fans who have made this a memorable season.

As team president, Bryan Colangelo said the excitement levels that were displayed in the championship game were unprecedented in the league and unprecedented in local pro sports.

I think the Arizona Rattlers for their win, because as Colangelo also said, "It's such a great experience to win a championship." And the Rattlers have provided a great experience for fans in Arizona and the Valley of the Sun.

I also wish to draw attention to this win because, as true football fans will attest, this is a wonderful sport and victory. Some might say arena football is not the real thing, but I would have to disagree. This sport has come a long way in 11 years and I'm proud to say is gaining more attention from sports fans.

Therefore, Mr. Speaker, I hope you and my colleagues will join me in congratulating the Arizona Rattlers and extending the warmest of wishes for continued success.

• This "bullet" symbol identifies statements or insertions which are not spoken by a Member of the Senate on the floor.

Matter set in this typeface indicates words inserted or appended, rather than spoken, by a Member of the House on the floor.

TRIBUTE TO JOHN E. "JIMMY"  
WILSON; SPIRIT OF AMERICA  
AWARD WINNER

**HON. TERRY EVERETT**

OF ALABAMA

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. EVERETT. Mr. Speaker, I offer tribute today to an outstanding member of the Alabama business community whose labors have distinguished him before a national audience.

I am speaking of Mr. John E. "Jimmy" Wilson of Luverne, AL, who was honored with the Spirit of America Award presented by the National Grocers Association of July 29, 1997.

Mr. Wilson is in good company, joining the likes of President George Bush, Vice President Dan Quayle, and some 350 others who have all received the Spirit of America Award for support of America's independent grocers.

Mr. Wilson has given much to this country. He served honorably in World War II, flying 65 bombing missions in the European theater with the 416 Bombardment Group, 9th Air Force, U.S. Army. His many military honors include the Distinguished Flying Cross for saving a fellow airman's life, the Air Medal with 11 Oak Leaf Clusters, and the Presidential Citation for Outstanding Work in Support of Ground Forces.

His war service, combined with strong merchandising skills acquired as a part-time stock boy at T.W. Woolworth's in the early 1930's, served to propel Mr. Wilson toward a lifelong career as a successful businessman.

Beginning in Pensacola and then moving to Montgomery, Mr. Wilson steadily climbed the ladder of the retail grocery business eventually acquiring his own store in Luverne, AL, in 1971. He branched out to include grocery businesses in Greenville in 1977 and in Ozark in 1985.

I not only congratulate Mr. Jimmy Wilson on receiving the Spirit of America Award for 1997, but for inspiring so many by his example as a great American.

HONORING MOTHER TERESA OF  
CALCUTTA

**HON. JON D. FOX**

OF PENNSYLVANIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. FOX of Pennsylvania. Mr. Speaker, I rise today to honor, Mother Teresa of Calcutta, the closet person to a living saint we may ever know, a woman who transcended religious and political differences wherever her presence was felt. Whether she was opening an AIDS hospice or, as she did in my own district, establishing a homeless shelter, she reached out to all people.

When Mother Teresa died on Friday, the heart of a world already in mourning for Diana, Princess of Wales, broke in grief over the death of this humble Indian woman and for the passing of what many have called a "living saint."

Mr. Speaker, I was personally deeply saddened by the announcement from the Missionaries of Charity that Mother Teresa, the founder of the order, had died. For the past 50 years, Mother Teresa defined compassion as

she devoted her life entirely to poor, the homeless, the disenfranchised, and the sick.

This woman who, during her lifetime, walked with Popes, Presidents, royalty and the most powerful individuals on Earth, clothed in the simple blue and white habit of her order, was happiest when she was attending to the needs of the destitute and ill dying in the gutters of Calcutta, India. She and the sisters of her order literally rescued abandoned children from trash heaps and gave them a lifetime of care and love. She bathed the wounds of lepers and those wracked with AIDS who most would not even touch and she brought peace to those suffering the agony of mental illness. To her, compassion was a vocation—her gift to mankind which she offered as part of her devotion to God.

This tiny, frail woman, whose own body was bent with arthritis and wracked with pain, put her own physical suffering aside as she worked to bring comfort to others. She said “I see God in every human being. When I wash the lepers wounds, I feel I am nursing the Lord himself. Is it not a beautiful experience?” There is much we all could learn from this simple woman of God.

Born Agnes Gonxha Bojaxhu on August 27, 1910, in Skopje in what is now Macedonia, she was the youngest of three girls of Albanian parents. In 1928, she became a novitiate in the Loretto Order which runs mission schools in India. She chooses the name Teresa after a French nun, Thésèse Martin who was canonized in 1927.

In 1929, Sister Teresa arrived in Calcutta, India and began to teach at St. Mary's High School. However, teaching was not to be the fulfillment of her life of religious service. In 1946, while riding a train to the mountain town of Darjeeling to recover from suspected tuberculosis, she received a calling from God "to serve Him among the poorest of the poor." In 1947, she was permitted to leave her order and she moves to the slums of Calcutta to establish her first school. In 1949, a former student, Sister Agnes, becomes her first follower and within a year, Sister Teresa has papal approval to form an order called "Missionaries of Charity." It was founded on October 7, the Feast of the Holy Rosary. Mother Teresa chose for her habit a plain, white sari with a blue border and a simple cross pinned to the left shoulder. This same year, she becomes a citizen of India.

In 1952, Mother Teresa received permission from India to use an abandoned Temple to Kali, the Hindu goddess of death and destruction. There she opened the Kalighat Home for the Dying. That same year, she opens Nirmal Hriday ("Pure Heart"), a second home for the dying followed the next year by her first orphanage.

The Indian Government gave Mother Teresa a 34-acre plot of land near the city of Asansol in the mid-1950's. There she opened a leper colony called Shanti Nagar ("Town of Peace").

Mother Teresa won her first prize for her humanitarian work in 1962 when she was given the Padma Shri Award for Distinguished Service. It was at this time that she began her tradition of giving the money from such prizes to the poor.

In 1965, His Holiness, Pope Paul VI places the Missionaries of Charity under direct papal authority and directs Mother Teresa to expand her calling beyond India. In 1971, Pope Paul honored her by awarding Mother Teresa the

first Pope John XXIII Peace Prize. The Government of India honored her in 1972 with the Jawaharlal Nehru Award for International Understanding.

In 1979, Mother Teresa's tireless efforts on behalf of world peace brought her the Nobel Prize for Peace. Even as the world honored her, the poor were never far from her thoughts saying that such honors were important only if they helped the world's needy. Unlike most Nobel ceremonies, for Mother Teresa there was no lavish banquet and she insisted that the monetary award be given to the poor. When accepting her Nobel Prize she said, "I choose the poverty of our poor people but I am grateful to receive it (the Nobel Prize) in the name of the hungry, the naked, the homeless, of the crippled, of the blind, of the lepers, of all those who feel unwanted, unloved, uncared for throughout society, people that have become a burden to the society and are shunned by everyone."

She once said that "The poor give us much more than we give them. They are such strong people, living day-to-day with no food. And they never curse and complain. We don't have to give them pity or sympathy. We have so much to learn from them."

As if to prove her influence on the peace process, in 1982 she persuades Israelis and Palestinians to stop shooting at each other long enough so she and her sisters could rescue 37 mentally-handicapped children from a hospital in besieged Beirut.

What a sight it must have been for the combatants, watching this tiny woman leading a group of children through the rubble of war to safety. The courage it must have taken her and her followers to walk that path, knowing that weapons of all kinds were trained on her and her charges. Yet, it was what God told her to do. She had to save those children and she later said that she knew God would not let her be killed until she saw them to safety.

In 1983, while at the Vatican visiting with His Holiness, Pope John Paul II, Mother Teresa suffered a heart attack. In 1989, she suffered a second, nearly fatal heart attack and was given a pacemaker—the beginning of a long list of personal illnesses which never slowed her pace.

Mother Teresa traveled to the United States in 1985 where President Ronald Reagan awarded her the Medal of Freedom, the highest civilian award given by the United States. A frequent visitor to the United States, Mother Teresa returned in November 1996 when this 105th Congress authorized that she be granted honorary American citizenship—a rare honor.

I had the distinct honor of meeting Mother Teresa at that time and it was one of the most memorable moments I have ever experienced. I have never felt such a presence of compassion, faith, and charity in my life. I had previously worked with her followers and saw their good work at a homeless shelter in my district run by members of her order.

The day she visited our Nation's capital and Congress paid tribute to her with honorary citizenship, I will never forget the sight of her. Clad in her simple robe and sandals she stood there among the ornate surroundings of the Capitol Building. This symbol of American freedom and liberty which had seen the like of Jefferson, Lincoln, Kennedy, and Roosevelt had never seen the likes of her. She accepted the honor but took the opportunity to remind



us of all the gifts we as Americans sometimes take for granted and urged us to use our position as a world power to strive for peace and recognize the beauty of the human spirit.

She devoted her soul to God and dedicated her life to His children and while I believe her contributions are so enormous that she may be irreplaceable, her humility led her to believe otherwise. In 1989 Mother Teresa announced her retirement saying, "God will find another person, more humble, more devoted, more obedient to Him, and the society will go on." But her devotion to her order and the need to continue her missionary work let her to withdraw her resignation the following year. "I was expecting to be free but God has his own plan," she said.

Combined with the recent death of Princess Diana, we have lost two of our most compassionate souls. Very different in style and appearance, they found an affinity of each other by fulfilling the needs of the forgotten. They became friends. Diana raised millions for people with AIDS, lepers, the homeless and the forgotten by selling the designer gowns she no longer needed. Mother Teresa owned only two outfits, both of them the simple habit she designed. It is proof positive that it really doesn't matter if you wear designer clothes or wrap yourself in a simple sari. What lies in your heart is what will ultimately define your humanity. While Princess Diana was a master of loosening our purse strings, Mother Teresa spent a lifetime opening our hearts. Princess Diana called Mother Teresa her role model and this simple nun from Calcutta accepted the Princess into the family of man and asked her to be nothing but herself. The Princess and the nun, glamour and simplicity, royalty and humility and yet somehow, the partnership worked.

The world grieved the loss of Diana, Princess of Wales at the highest levels of society. The depth of Mother Teresa's loss might be felt most in the gutters of Calcutta where an abandoned child first felt the touch of human kindness and the love of God all through this tiny vessel—a simple nun from Calcutta.

The loss of Mother Teresa who has dedicated herself to the service of others forces us to examine our own lives and rededicate ourselves to helping those who are in need. I will never forget Mother Teresa and the way she lived her life, never seeking a spotlight except that which God chose to shine on her. Her faith guided her actions and her kindness sparked the humanity in each of us.

In 1996, Mother Teresa showed that she also possesses a sense of humor when she told Prince Michael of Greece, "The other day I dreamed that I was at the gates of heaven and St. Peter said, 'Go back to Earth, there are no slums here.'" She toiled on behalf of others for half a century. I believed she has earned her place in heaven with God.

Mr. Speaker, I am proud to be included as a member of the official delegation from the United States to the State Funeral for Mother Teresa of Calcutta. The power of her faith and the strength of her will must become our own as we honor Mother Teresa who I believe is the single, most-loved human being of our times. The goodness, humanity, and faith she possessed must also guide our actions as we legislate. Like her, no one can be excluded. We must be willing to cradle the least among us if we are to be worthy of the positions we hold.

## THE CELLULAR PROTECTION ACT OF 1997

**HON. SAM JOHNSON**

OF TEXAS

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. SAM JOHNSON of Texas. Mr. Speaker, I would like to take this opportunity to introduce the Cellular Protection Act of 1997. This bill takes a serious step forward in helping our law enforcement combat a growing type of crime, cellular cloning.

For those who are not familiar with cellular cloning, the process is simple. It usually involves criminals seated in parked cars outside of airports or along busy roadways to harvest electronic serial numbers [ESN's] from legitimate cell phone users. Special software and equipment are used to insert the stolen numbers into other cell phones, the clones. The cloned phones charge their calls to the account of the lawful, unsuspecting user. Like me. For instance, my phone was cloned while coming out of Dallas/Fort Worth Airport. I was faced with over \$6,000 in illegal charges on my bill.

As you may know, it is estimated that the cellular industry lost \$650 million due to fraud in 1995, much of it as a result of cloning fraud. I have talked with many people in the telecommunications industry about this problem. My district is home to the largest concentration of telecommunications companies in the Nation.

The Secret Service has doubled the number of arrests in the area of wireless telecommunications fraud every year since 1991, with 800 individuals charged for their part in the cloning of cellular phones last year.

The sad thing is they probably could have caught a lot more of them. However, current law requires prosecutors to prove that a cloner acted with the intent to defraud. The Cellular Telephone Protection Act of 1997, removes this burden.

This legislation clarifies, that—except for law enforcement and telecommunications carriers—there is no lawful purpose for which to possess, produce, or sell hardware or software configured for cloning a wireless telephone or its ESN.

This is good commonsense legislation that is supported on both sides of the aisle, the Department of Justice, U.S. Secret Service, and the wireless industry.

## CAMPAIGN FINANCE REFORM

**HON. RON KIND**

OF WISCONSIN

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. KIND. Mr. Speaker, another day and still no campaign finance reform vote. We have now been back in session for a week, we will have at the most 8 weeks left. If we don't begin the process of consideration of these bills then we will run out of time and will have once again let the public down.

This does not have to be a partisan issue. Yesterday Members of the Republican party joined Democrats in calling for a vote on campaign reform. There are a number of bipartisan reform bills pending before this House, in-

cluding H.R. 2183, the Bipartisan Campaign Integrity Act, and the Shays-Meehan bipartisan reform bill, both of which I am a cosponsor. I am confident that we can work together as Republicans and Democrats to make meaningful changes to the system that do not unfairly benefit either political party.

Unfortunately, we read today that the Government Reform and Oversight Committee is about to engage in an expensive series of hearings investigating campaign abuses in the 1996 election year. An exhaustive investigation is being conducted on the same issue in the Senate. Rather than hold hearings on campaign finance reform the Government Reform and Oversight Committee is using our taxpayer's time and money to duplicate the Senate hearing. This is unacceptable.

Mr. Speaker, it is time for this House to get serious about campaign reform. We can no longer accept "no" as an answer.

## IN HONOR OF HOPE CENTRAL ACADEMY

**HON. DENNIS J. KUCINICH**

OF OHIO

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. KUCINICH. Mr. Speaker, I rise today to recognize HOPE Central Academy in Cleveland, OH, for its outstanding record of educating Cleveland's young people.

The Subcommittee on Oversight and Investigations of the Committee on Education and the Workforce has selected HOPE Central Academy as the site for their hearings tomorrow on What Works? And What's Wasted in Education. HOPE Academy is 1 of 57 schools participating in a pilot program testing the efficacy of school choice in Ohio. The nearly 2,000 inner-city children from low income families who enrolled in 1996 saw test scores rise an incredible 15-percentile points in mathematics and 5-percentile points in reading, while national test scores for inner-city children of the same age (K-3) usually decline. More than 3,000 children are expected to take advantage of this exceptional program next year.

I am confident that the panelists at Friday's What Works? And What's Wasted hearing will realize that HOPE Central Academy shows "What really Works" in education when parents, teachers, and the community work together to give our children a chance to learn in a positive environment. The only thing wasted in the case of HOPE Central Academy is time, as in we should have done this a long time ago.

## TRIBUTE TO THE PHOENIX MERCURY

**HON. ED PASTOR**

OF ARIZONA

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. PASTOR. Mr. Speaker, the Mercury is rising in Phoenix and it's not due to the weather.

I'm referring to the Phoenix Mercury, my hometown's WNBA Western Conference Champions.

I know that Phoenicians and Arizonans alike join me in congratulating the Phoenix Mercury for their successful inaugural season, for which we are very proud. Through the energetic leadership of Coach Cheryl Miller, former Olympian and a winner of the WNBA Coach of the Year Award, the Mercury games led the league in attendance and drew 16,751 fans for the playoff game.

As you may know, the Mercury players quickly captured the heart and following of many sports fans throughout the country, but especially in Arizona. With the team's spark plug, Michele Timms, and the great performance of honor roll players such as Bridget Pettis, Jennifer Gillom, and Toni Foster, the Mercury had screaming fans with their arms outstretched above their heads to raise the roof off the America West Arena at every game. This excitement and fever spread throughout the Valley of the Sun and the Nation and caught the attention of hundreds of young girls and women who themselves now aspire to WNBA careers. Through the Mercury players, they have seen that women too can partake in professional basketball career opportunities in addition to other athletic careers.

From the beginning of the season, Cheryl Miller promised to give fans the championship. While we were disappointed in the loss to New York, the fans have not been disappointed in the coach or the players or their overall performance.

Through the ups and downs of the season, they gave it their all and we are very proud of them. I want to thank the team, Coach Miller and the players, for their fantastic effort and I look forward to a great future for the Phoenix Mercury.

#### CONGRATULATIONS TO BISHOP BOOTKOSKI

#### HON. MARGE ROUKEMA

OF NEW JERSEY

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mrs. ROUKEMA. Mr. Speaker, I rise to congratulate Msgr. Paul G. Bootkoski on being named auxiliary bishop of the Newark Archdiocese. Bishop Bootkoski is a devout, learned priest with impeccable credentials for this important post. He is also a kind, caring, compassionate man who parishioners regard as a comforting, trusted friend and uplifting spiritual leader. He is always there to help families in distress. Archbishop Theodore McCarrick has made an excellent choice.

Bishop Bootkoski was born July 4, 1940, in Newark, the son of Peter G. Bootkoski and Antoinette R. Klimmek Bootkoski of Westwood. His Catholic education began early as he attended Queen of Peace Grammar School in North Arlington, run by the Sisters of St. Joseph of Chestnut Hill. He attended St. Benedict's Preparatory High School in Newark and in 1962 received his bachelor of arts degree from Seton Hall University. He received a master's degree from Manhattan College in 1975 and his Master's of Divinity degree from Immaculate Conception Seminary in 1976.

Ordained at Sacred Heart Cathedral in Newark on May 28, 1966, by Archbishop Thomas A. Boland, Bishop Bootkoski first served as parochial vicar at Sacred Heart Church in Bloomfield. In 1969, he was reassigned to

Holy Spirit Church in Orange and also served at its mission church, St. Peter Claver in Montclair. He was assigned to St. Michael's in Cranford in 1970 before becoming Catholic chaplain at Rutgers University's Newark campus in 1972. He became archdiocesan director of campus ministry in 1975.

In 1980, Bishop Bootkoski returned to his alma mater as assistant vice president of student affairs at Seton Hall. He held that post for 4 years before being named pastor of St. Mary of the Assumption Church in Elizabeth. In 1990 he became pastor of St. Gabriel the Archangel Parish in Saddle River and also resumed the post of archdiocesan director of campus ministry. He was named vicar for priests by Archbishop McCarrick in July 1996.

Bishop Bootkoski has been a member of the Presbyterial Council, the College of Consultors, the National Federation of Presbyterial Councils and the Catholic Campus Ministry Association. In 1991 he was named prelate of honor.

Bishop Bootkoski should know that our prayers are with him as he faces the challenges of his new responsibilities. And we stand with him. We are assured that he will follow in the steps of those who have gone before in seeking wisdom and guidance from above.

#### SARATOGA CHAPTER NO. 131, ORDER OF THE EASTERN STAR

#### HON. GERALD B.H. SOLOMON

OF NEW YORK

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. SOLOMON. Mr. Speaker, there is no greater tradition of charitable works in America than that of the various Masonic lodges across the country.

Mr. Speaker, to illustrate why I am so proud of my own affiliation with the Masons, allow me to list the civic involvement of just one such organization, Saratoga Chapter No. 131, Order of the Eastern Star.

The chapter supports the Eastern Star Home at Oriskany, the Veteran's Hospital in Albany, the Children's Day Care Center in Oriskany, the Empty Stocking Project in Saratoga Springs, and the Red Cross, American Cancer Society, and Saratoga Hospital. There work with the hospital includes knitting caps for newborns.

The chapter has also established the Morgan Bloodgood Horseman's Scholarship at BOCES, the area vocational school, and every year contributes a scholarship to a worthy student.

Mr. Speaker, this is a record to be proud of as the chapter celebrates its 100th anniversary this month.

It's a record typical of the order, which is dedicated to serving people in need, to social enjoyment, and to promoting civic interests.

I would ask all Members to join me in saluting the officers, patrons, and 100 members of Saratoga Chapter No. 131, Order of the Eastern Star and wish them all the best as they enter their second century of service to a grateful community and Nation.

#### SECRETARY OF STATE ALBRIGHT VISITS THE MIDDLE EAST—CRITICAL MISSION FOR REGIONAL PEACE

#### HON. TOM LANTOS

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. LANTOS. Mr. Speaker, earlier this week, our Secretary of State, Madeleine Albright began her first visit to the Middle East since she assumed the position of Secretary of State earlier this year. The timing of her visit is particularly critical. In just the past 6 weeks, we have seen two terrorist bombing attacks in the streets and the market of Jerusalem. In these dastardly attacks, scores of people were killed and hundreds more were injured. These terrorist assaults are nothing more than an effort to destroy the peace process.

I commend Secretary Albright for her determination and willingness to undertake the extremely precarious peace mission. She is going to that difficult region of the world with no pre-arranged outcome. There is always considerable risk in undertaking diplomatic efforts in this area. She is brave and courageous to make this trip under these difficult conditions.

Yesterday, Mr. Speaker, I introduced a resolution which notes the significance of Secretary Albright's mission and expresses the support of the Congress for her efforts to bring peace to that region. I urge my colleagues to join me in approving this statement of encouragement and support for our Secretary of State at this critical time.

I ask that the full text of my resolution—House Concurrent Resolution 149—be placed in the RECORD.

H. CON. RES. 149

Expressing the sense of the Congress regarding the visit of Secretary of State Madeleine Albright to the Middle East.

Whereas Madeleine Albright is currently making her first official visit to the Middle East since her appointment as Secretary of State, and

Whereas the Middle East peace process is in danger of total collapse,

Now, therefore, be it

*Resolved by the House of Representatives (the Senate concurring) that the Congress fully supports the efforts of Secretary of State Madeleine Albright to bring a just, comprehensive, and permanent peace to the Middle East, and expresses its full confidence in her demonstrated ability and motivation to achieve that end.*

#### CONGRATULATIONS TO MICHELLE FORTIER

#### HON. W.J. (BILLY) TAUZIN

OF LOUISIANA

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. TAUZIN. Mr. Speaker, I rise today to congratulate a constituent of mine, Michelle Fortier, who won the Veterans of Foreign Wars 1997 Voice of Democracy broadcast scriptwriting contest for Louisiana. This is tremendous accomplishment which deserves recognition. I applaud Michelle for her hard work and wish her all the best in future endeavors.

I am happy to share with my colleagues Michelle's outstanding winning script by entering it into the CONGRESSIONAL RECORD:

DEMOCRACY—ABOVE AND BEYOND

(By Michelle Fortier)

Ever since I was a little girl, I can remember being told exciting accounts in American history, but it wasn't until recently that I began contemplating how these long and inevitable struggles have influenced my own life. Democracy must be the most powerful word in the English language, and so often I have taken it for granted. This word affects everything that I do, but I hardly ever noticed it. To the citizens of these United States, democracy is a way of life, but to people of foreign lands, it is a hope, a dream.

Now that I've almost reached voting age, I realize how much Democracy has meant to my life. In just one short year, I will take on the awesome responsibility of making decisions affecting my country. That is truly a wondrous privilege.

I used to wonder why people would be willing to fight and die for the principles we hold so dear today. It wasn't until I was older that I realized exactly what those people had been fighting for. Those early Americans were fighting for the rights of future generations to not have to live in fear. They fought for me, and I realized how much I had not acknowledged. All the choices and privileges I have come with a price, and it was paid through the blood and sweat of Americans, past and present. Americans who have gone above and beyond the call to duty. This preservation of rights has been the basis for all of America's conflicts ever since the footprints of pilgrims imprinted the sandy shores of Plymouth, Massachusetts because democracy is a never-ending process. Every decision we make or every right we engage in is a continuation of the ideals expressed so long ago.

Every time I turn on the news I hear stories of people of foreign nations struggling to gain their independence or even a single basic right, and I think, "Would I be willing to die for the sake of freedom for future generations? Would I fight to keep my country free? Would I go above and beyond what was dutifully expected of me? I'm sure all Americans who have seen war or conflicting times, such as depression or civil strife, have contemplated these questions. But to live in a country whose basis was founded on the dreams and visions of the brave men and women who came searching for more than their own personal gain and has been kept alive through the sacrifices of those willing to risk life and limb to preserve our nation's freedom is to have a proud heritage. We've seen endless accounts of this throughout this great nation's history. The horrors of Gettysburg, the friendlessness of the World Wars, to the struggles of the immigrants who came to America searching for opportunity and independence. They have all contributed to the dignified heritage I display as my own. It is truly an honor to have been born in a land that serves as a beacon of modern democracy.

From the recent free elections in Bosnia to the new democratic societies of the former, Soviet Union, we can see that democracy is growing like a virus. It infiltrates a group of people with such fury that it spreads to anyone close enough to experience it. More and more each day I realize that the voice of democracy can be silenced no longer. It screams in the souls of imprisoned people, and it's echoes can be heard all over the earth. People are standing up for their inalienable right to be free. People are finally going above and beyond.

IN HONOR OF THE HARMONIA-  
CHOPIN SINGING SOCIETY

**HON. DENNIS J. KUCINICH**

OF OHIO

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. KUCINICH. Mr. Speaker, I rise today to announce the 95th anniversary of the Harmonia-Chopin Singing Society. Since its inception in 1902, this organization has interacted with leading artists and performers and has participated in countless significant musical events. Among many other significant contributions to the city of Cleveland's cultural scene, in 1946, the society used concert proceeds to purchase and install a bust of Frederic Chopin in the Polish garden of Cleveland's Cultural Garden.

The Harmonia-Chopin Singing Society has remained committed to Cleveland's "Warswaza" community through participation in numerous events and through continued investment in the community as a whole. The dedicated members of the society have kept Polish culture and tradition alive and celebrated in the Cleveland area.

Once again, I salute and congratulate the Harmonia-Chopin Singing Society for 95 years of preserving, promoting, and sharing the Polish culture to people of all nationalities and races in the Cleveland area. I wish the group continued success.

MARY CHALFANT: DEDICATED TO  
PRESERVING MORRIS COUNTY'S  
HERITAGE

**HON. RODNEY P. FRELINGHUYSEN**

OF NEW JERSEY

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. FRELINGHUYSEN. Mr. Speaker, today I rise to pay tribute to my constituent and friend Mary Chalfant. Mary recently retired after 21 years of dedicated service to preserving the heritage of one of our Nation's most historically important counties, through her work on the Morris County Heritage Commission.

Mary first became involved with the Morris County Heritage Commission when she became interested in one of the county's many Revolutionary War Era historical sites, the Lewis Condict House—home to the Women's Club of Morristown. She quickly became indispensable, serving as executive secretary of the commission. As current Heritage Commission Chairperson Nancy Knapp noted, "They don't make them like Mary any more." "She has been the heart and soul of the commission", added Frances Pingeon, a former chairperson of the commission. Mary's total dedication and deft communications skills made her an irreplaceable asset.

Throughout her years of service, Mary was instrumental in the Heritage Commission's most important projects. These include the commission's historic marker program, the wonderful tour brochures of Morris County municipalities, the 39 volume "Morris County Historic Sites Survey," and the "Highlights of History: 300 Years in Morris County" slide show, not to mention the many other brochures and annual publications on Morris County's rich history and fascinating historical sites.

A resident of Morristown since 1950, Mary Chalfant has devoted her efforts to other organizations as well, including Morristown Memorial Hospital, the Morris County bicentennial committee, and the Morris County Historical Society. Mary remains involved in the Woman's Club of Morristown and Saint Peter's Episcopal Church, also in Morristown. Anyone who has worked alongside Mary knows how her enthusiasm and warmth have touched thousands of people in Morris County and New Jersey.

Mr. Speaker, I want to commend Mary Chalfant for all her efforts with the commission and so many other organizations. She is a tireless worker, dedicated, compassionate and so very loyal to all she serves. I wish Mary all the best in her retirement from the Heritage Commission knowing that her work there with so many commissioners has assured that Morris County's rich heritage will be better preserved.

GARY KARNOPP: DISTINGUISHED  
SERVICE AWARD, SAN DIEGO  
BUILDING & CONSTRUCTION  
TRADES COUNCIL

**HON. BOB FILNER**

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. FILNER. Mr. Speaker, I rise today to recognize Gary Karnopp, an exemplary representative of the San Diego region. Mr. Karnopp is being honored with the Distinguished Service Award by the San Diego Building & Trades Council for his dedication to working Americans.

Mr. Karnopp is a carpenter and skilled tradesman, and as such has represented his brothers and sisters of the Carpenter's Union in a wide variety of positions, always working to promote higher standards of employment for building trades workers.

He has been a member and leader of his union during his entire career. For the past 24 years, he has been a business representative and office in a local union. He served 17 years as financial secretary for Carpenters Local 2398, and earlier this year was elected financial secretary of local 547. He has been a delegate to the San Diego District Council of Carpenters for 15 years. He has served both as a delegate to the Southern California Conference of Carpenters and to the Southern California-Nevada Regional Council of Carpenters. He is currently business representative for the southern California-Nevada region.

In addition, Mr. Karnopp is a long-time member of the East County Carpenters Joint Apprenticeship Committee, the San Diego County Carpenters Joint Apprenticeship Committee, and the Southern California Carpenters Overall Joint Apprenticeship Committee. He has served for two decades as a delegate to the San Diego Building Trades Council, 10 years on the executive board. He is also a 20-year delegate to the San Diego-Imperial Counties Labor Council.

His service extends to the greater community, as chairman of the personnel commission for the city of El Cajon, the east county advisory board for United Way, and a member of Masonic Lodge No. 576.

I want to sincerely congratulate Gary Karnopp, his wife Cynthia and their two children, Lindsey and Alyssa—and I want to recognize his contributions to San Diego County and his achievement in receiving the Distinguished Service Award from the San Diego Building & Construction Trades Council.

**BECTON DICKINSON & CO. 100TH ANNIVERSARY**

**HON. MARGE ROUKEMA**

OF NEW JERSEY

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mrs. ROUKEMA. Mr. Speaker, I rise to congratulate Becton Dickinson & Co.—along with all of its employees and their families—on the 100th anniversary of the founding of this global medical technology company. Becton Dickinson is one of the largest and most important employers in my district. It is more than just a major economic force, however. It is a company whose products have saved the lives and improved the health of millions of people around the world. It is also a shining example of the proverbial good corporate citizen, playing an active role and making important contributions to all the communities in which it does business.

Becton Dickinson was founded after Maxwell W. Becton—a medical supplies salesman—and Fairleigh S. Dickinson—a stationery salesman—met on a sales trip in 1897. The two traveled together, became friends, and decided that fall to form their own company to import medical devices from Europe. The choice of medical devices as their line of business was simple—Dickinson realized that Becton's small satchel of thermometers was easier to carry than his heavy sample cases of stationery.

From those early days up to the present, Becton Dickinson has built a reputation for quality. Dissatisfied with the reliability and quality of imports, the partners soon began to manufacture their own syringes and clinical thermometers. The company quickly outgrew its New York City home and, in 1907, moved to a new factory in East Rutherford, N.J., beginning its long association with the Garden State. When World War I halted medical imports from Europe, Becton Dickinson began to set the standard for all-glass syringes.

During World War II, the company geared up for war production and produced innovative new products such as the first sterile disposable blood donor kits for the Red Cross and a new device to collect blood in glass tubes. Other Becton Dickinson innovations included machines to manufacture syringe needles automatically rather than by hand, syringes with interchangeable parts, and the ACE bandage.

Following the war, control of the company passed to the founders' sons, Fairleigh S. Dickinson Jr. and Henry P. Becton. On a personal note, I can testify to the high standards of personal character and integrity that Dick and Betty Dickinson and Henry "Hank" Becton brought to the business community and philanthropic and civic communities of northern New Jersey. Product lines were broadened and new businesses acquired as the company expanded nationally and internationally. The sons took the company public in 1962 to ob-

tain financing for huge investments in equipment to produce sterile disposable medical products as part of the "disposable revolution" in medicine.

Becton Dickinson grew rapidly, diversifying from the 1950's through the 1980's to enter many aspects of the health care industry, including diagnostics, while continuing to lead the medical device market.

Over the years, Becton Dickinson has demonstrated a strong commitment to corporate social responsibility, funding basic research and higher education, health care assistance in developing nations, and support of community based health, social service, civic and cultural organizations. Its products have played major roles in the fight to end polio and the development of crash test "dummies" to improve the safety of automobiles.

Sales for the company have grown dramatically, from \$2,639 in the first year of business to \$2.8 billion last year. Approximately 18,000 workers are employed in 80 locations in 40 countries. Research and development in 1996 amounted to \$154 million while the company made \$3.6 million in contributions to charitable organizations, not including significant product donations to disaster and humanitarian relief both in the United States and overseas.

Throughout a century of growth, Becton Dickinson's commitment to raising the quality of health care worldwide has remained constant. Its founders' passion for excellence is still reflected in the dedication and hard work of its employees. Becton Dickinson brings the miracles of modern medicine to millions of people around the world.

I would like to take this opportunity to thank this leading company for the contributions it has made to the world of medicine and to our community in northern New Jersey. Under the leadership of Chairman Clateo Castellini, we can rest assured that this dedication and commitment will continue. I wish Becton Dickinson many years of continued success.

**WEBSTER HOSE, HOOK AND LADDER COMPANY HONORED**

**HON. JAMES H. MALONEY**

OF CONNECTICUT

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. MALONEY of Connecticut. Mr. Speaker, I rise today in the U.S. House of Representatives to pay tribute to the outstanding and courageous service of past and present Ansonia Webster Hose, Hook and Ladder Company firefighters. Since 1897, generations of Webster volunteer firefighters have put their lives on the line, time and time again, on behalf of the Ansonia community. They've responded with only a seconds notice to save the lives of others without even contemplating the threatening dangers awaiting them. This kind of selfless and courageous work on behalf of the fellow citizens must be honored to the highest degree.

Knowing that during this anniversary year many will focus on the factual history of the Webster Hose Company, I want to honor each and every firefighter who has so generously given of his or her body and heart to the city of Ansonia. The historical collective effort by which the company was started is the best demonstration of the tremendous dedication

Ansonia residents have always had toward their community. At that time, buildings were illuminated and heated in ways that dangerously exposed families and businesses to fires. Residents wisely recognized the need for more firefighters and signed petitions actually offering themselves as volunteers for this new company. Because of the people's true commitment and dedication, the Webster Company was officially incorporated on January 7, 1897.

Since responding to their first fire on Factory Street that August with only one 550 hose cart, the company has since extinguished hundreds of fires, including the massive blaze at the Blake Bus Co. in the 1950's and the arson of the Arnold Building in 1987 and 5-7 Jewett Street in 1995. They've had tremendous success at saving people's homes, retrieving thousands of irreplaceable belongings, and most important, rescuing hundreds of Ansonia residents.

Mr. Speaker, as a State and a nation, we can truly learn a lot from past and present Webster volunteers. Their dedication and selflessness on behalf of the greater Ansonia community is symbolic of an older time, when cities and towns were more rooted and people knew their neighbors. We must learn from their example, embrace volunteerism, and in turn create stronger communities across our State and Nation.

**THE RETIREMENT OF SOUTH AFRICAN STATESMAN F.W. DE KLERK AND THE CRITICAL IMPORTANCE OF USIA'S INTERNATIONAL VISITOR PROGRAM**

**HON. TOM LANTOS**

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. LANTOS. Mr. Speaker, just yesterday, the South African National Party elected a successor to F.W. de Klerk, who has served for many years as the head of the party. Mr. de Klerk is the former President of South Africa. In 1990, he rejected his party's policy and his country's laws which established the vicious apartheid system, freed Nelson Mandela, and began negotiations which led to the generally peaceful transformation of South Africa from a racist society to one that is moving toward a pluralistic, multiethnic, open society. In 1993, Mr. de Klerk and Nelson Mandela were jointly awarded the Nobel Peace Prize—an award that was an appropriate honor to Mr. de Klerk's statesmanship, foresight, and commitment to principle.

Mr. Speaker, I pay tribute to Mr. de Klerk's role in the transformation of South Africa. He now retires from public life to have the time to chronicle the significant changes that he has both witnessed and helped to bring about. Mr. de Klerk gave his farewell address to the South African parliament on Tuesday, and I join his colleagues in the parliament in paying tribute to him.

Commentators around the world have reacted to Mr. de Klerk's announcement by taking note of the key role he played in ending apartheid and moving his country toward democracy. I have no doubt that change eventually would have come to South Africa, even without Mr. de Klerk's efforts; justice cannot

be denied forever. There is general agreement, however, that without Mr. de Klerk the transition to democracy would have been a much longer, much more painful, and certainly a much bloodier process.

It is exceedingly rare that a political leader helps dismantle the system within which he has risen to power. And yet that is exactly what F.W. de Klerk did. He grew up in the world of apartheid, and he was tremendously successful in that world. But in spite of all the connections linking him to the status quo, he came to the realization that apartheid had to end. For a man so steeped in the old system and its ways of thinking, that realization represented an extraordinary conceptual leap. And, I am proud to say, Mr. Speaker, that leap occurred at least in part because of experiences and insights gathered by Mr. de Klerk during a trip to the United States. What he saw here helped him envisage a new and better path for South Africa.

Mr. de Klerk and his wife visited our country in 1976 thanks to the U.S. Information Agency's International Visitor Program. That program—in place since 1940—gives carefully selected individuals from foreign countries a chance to come to the United States and confer with professional counterparts and experience firsthand our institutions and society. Participants in the program are up-and-coming figures in key fields such as government, politics, the media, and education. More than 130 of them—including Mr. de Klerk—have eventually achieved positions of chief of state or head of government, and some 600 have been named to cabinet-level jobs. Margaret Thatcher, Anwar Sadat, and Willy Brandt were all participants in the program before they rose to leadership positions. The same is true of the new Prime Minister of the United Kingdom, Tony Blair.

In many cases, participants may think they already know our country based on the flood of images they have received from the mass media and popular culture. But in almost every instance, they discover that those images provide an incomplete or even distorted sense of who we are. The 3- to 4-week tours of the United States provided by the International Visitor Program—a carefully structured blend of briefings, meetings, discussion sessions, and hands-on experience—give participants a much richer and more nuanced view of our Nation.

This experience makes an indelible impression on most participants. That certainly was the case with Mr. de Klerk. In 1991—15 years after his trip—he stated:

[My wife and I] toured the United States in 1976 on an International Visitor Exchange Program. We saw the vibrant magnificence of New York City, nature's artistry in the majestic formations of the Grand Canyon in Arizona, the cultural diversity of New Orleans, Louisiana; Miami, Florida; the excitement of Las Vegas, Nevada; the serene beauty of San Francisco, California; but most of all, we experienced the vitality and warmth of the American people.

The International Visitor Program not only affected Mr. de Klerk's view of the United States, it also had a profound impact on the way he regarded his own country and its future. A profile of Mr. de Klerk published in the New York Times Sunday Magazine of November 19, 1989, includes the following statement: "As de Klerk tells it, a 1976 visit to the United States as a guest of the United States Infor-

mation Agency convinced him that race relations could not be left to run their course."

Clearly, Mr. Speaker, that was a vitally important moment in the development of Mr. de Klerk's thinking—and we as Americans can be proud that we helped make it possible. It is no exaggeration to say that the insights that F.W. de Klerk achieved while visiting the United States as a participant in the International Visitor Program were an important factor in his decision to break with the past and help his nation in its movement toward justice and democracy.

Mr. Speaker, it is significant that our country's exchange programs may be just as important a weapon in the fight to encourage democratic development as other more traditional diplomatic weapons that we use. The International Visitors Program may have been as important in bringing about the transformation of South Africa as the economic sanctions that were imposed by the Congress, over the veto and strenuous objections of then-President Ronald Reagan.

I invite my colleagues in the Congress to join me in paying tribute to the former President of South Africa F.W. de Klerk, and at the same time also to join me in paying tribute to the critically important programs of the U.S. Information Agency which have also played a key role in influencing positively Mr. de Klerk's thinking about race relations, and thus affecting the course of history.

#### TRIBUTE TO DON "THE BEAR" HASKINS

#### HON. SILVESTRE REYES

OF TEXAS

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. REYES. Mr. Speaker, I rise today to recognize a man of great talent and rare humility; a man who has challenged young people to excel and reach beyond their dreams; a man whose steady guidance has influenced the lives of many over the course of a long and distinguished career. I am speaking of Don "The Bear" Haskins who has been the head basketball coach for the University of Texas at El Paso for more than 36 years.

Don's teams have won 691 games, a historic national championship, 7 WAC titles, and made 14 NCAA tournament appearances. In 1987, Don was inducted into the Texas Sports Hall of Fame. Don Haskins ranks ninth among the all-time winningest coaches.

But beyond his obvious success on the court, Don Haskins is most proud of the fact that he opened doors for minority players. Don Haskins won the 1966 National Championship over heavily favored Kentucky with an all black starting five, an NCAA first.

Later this month, Don Haskins will be inducted into the Naismith Memorial Basketball Hall of Fame, joining other sports legends—former Princeton coach Pete Carril, former NBA stars Alex English and Bailey Howell, women stars Denise Curry and Joan Crawford and Spain's Antonio Diaz-Miguel.

A native of Enid, OK, Don is married to the former Mary Gorman of Bartlesville, OK. The couple has three sons, Brent, Steve, and David, and two grandchildren. I want to congratulate Don not only for being inducted into the Hall of Fame but for the contributions he

has made to UTEP and the community of El Paso, and indeed, for the advancement of race relations in this country. He has inspired us all and I am proud to honor him today before my colleagues in the U.S. House of Representatives as a man of great integrity, courage, and honor.

#### IN HONOR OF THE 75TH ANNIVERSARY OF OUR LADY OF MERCY CHURCH

#### HON. DENNIS J. KUCINICH

OF OHIO

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. KUCINICH. Mr. Speaker, I rise to recognize Our Lady of Mercy Church for 75 years of service to its dedicated and faithful parishoners.

Over the past 75 years, Our Lady of Mercy Catholic Church has grown and flourished from a small, isolated Slovak community, to a modern thriving parish. The original name of the church was St. John the Baptist. Early parishoners converted a store into a frame church, and remodeled nearby houses into a two-room schoolhouse and a rectory. After going heavily into debt and being abandoned by the Polish National Church, these parishoners were finally received into the Roman Catholic Church by a public Act of Faith in 1921. The church was blessed and renamed Our Lady of Mercy.

In 1948, construction on a much needed, larger, and more modern building began. The new building is built in the Slovakian Church Architecture style and boasts a 56-foot bell tower and unique artwork. The church used to host an annual Slovak Cultural Day to celebrate its rich traditional history. It still offers parishoners a Catholic Parish Credit Union, the second in the Cleveland Diocese; a weekly bulletin, "Our Lady of Mercy News," and is highly involved in the Cleveland community.

This summer, after 24 dormant years, the school building at Our Lady of Mercy Church was renovated and is once again in full use. The new Hope Academy, a private noncatholic school, serves students in the greater Cleveland area and is the crown jewel of the recent accomplishments of Our Lady of Mercy Church.

Our Lady of Mercy Church has served its community well for 75 years. My fellow colleagues, please join me in honoring this exceptional parish as its dedicated members and other prominent dignitaries of the community celebrate this landmark anniversary on September 14, 1997. I wish them continued success.

#### INTRODUCTION OF COMMUNITY PROTECTION AND HAZARDOUS FUELS REDUCTION ACT OF 1997

#### HON. HELEN CHENOWETH

OF IDAHO

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mrs. CHENOWETH. Mr. Speaker, I rise today to introduce the Community Protection and Hazardous Fuels Reduction Act of 1997. Last year, wildfires burned over 6 million acres

and cost nearly \$1 billion to fight. Although not the biggest fire season ever, that was 1930 when over 52 million acres were scorched, the 1996 fire season is regarded by many fire experts as the most severe. The reason is population growth and distribution, and the intensity of many of the fires occurring throughout the United States.

These intense fires are now frequently occurring in America's back yards. In the early part of the century, a clear delineation existed between the urban center and what was considered rural America. This no longer exists. Over time, cities have grown into suburbs, and suburbs have blended in to what was once considered rural. The complex landscape has come to be known as the wildland-urban interface. Forests and grasslands are intermixed with housing, businesses, farms, and other developments, posing new challenges for fire management and suppression.

The intensity of many of the wildfires witnessed in recent years are of a magnitude seldom seen before. These intense fires are the result of unnaturally high fuel loads, caused from years of aggressive suppression, forest disease, and grossly overstocked stands. This is an unhealthy condition that must be properly dealt with now.

Wildfires resulting from these unnatural fuels buildup not only threaten the destruction of communities, putting human life and property at risk, they also damage water supplies, destroy fish and wildlife habitat, and damage ambient air quality. The damage to the soil also substantially reduces the ability of the land to support future stands of trees and greatly increases the potential for massive soil erosion.

Regarding the importance of protecting our forests, President Teddy Roosevelt, one of our greatest conservationists said this, "If there is any one duty which more than any other we owe it to our children and our children's children to perform at once, it is to save the forests of this country, for they constitute the first and most important element in the conservation of the natural resources of this country."

The costs levied on society from wildfire are enormous. Loss of life is the ultimate price that we pay, but the human price paid does not end there. A lifetime of memories and cherished possessions can be incinerated in a matter of minutes. Over 25,000 Californians alone were left homeless before the fire season of 1993 had calmed. And in my own district, the 8th Street fire burned the foothills of Boise last year, causing devastation to human life and property.

As chairman of the Subcommittee on Forest and Forest Health, I have had the opportunity to tour many of our Nation's forests. Several weeks ago, Speaker GINGRICH, Majority Leader ARMEY and Majority Whip DELAY had the opportunity to witness the devastation that these intense wildfires cause due to unnatural levels of fuel.

I rise today to introduce the Community Protection and Hazardous Fuels Reduction Act of 1997 to help mitigate these problems. This bill will allow the U.S. Forest Service and the Bureau of Land Management [BLM] to issue timber sale contracts in the urban-wildland interface to reduce hazardous wildfire fuel buildup. It will also provide the Forest Service and BLM with the ability to use revenue generated from these sales to reduce noncommercial fuels buildup and conduct other forest management projects in the sale area to improve forest

health, wildlife and fish habitat, riparian areas, streams and water quality, or achieve other forest objectives.

To deal with special problems associated with grass buildup around communities, the legislation provides authority so that a country or unit of local government can work with the Secretary of Interior or Agriculture to properly deal with the potential fire danger from excessive levels of grasses and forbs in the wildland-urban interface.

This bill helps protect forests, fish and wildlife habitat, air quality, water quality, as well as its main objective of human life and property. In addition to taking care of the fire danger around communities, the bill also improves forest health and water quality by allowing the use of revenue generated from the authorized sales to be used for projects to achieve their objectives.

I urge my colleague's support for this measure that I am introducing today. In light of last year's severe fire season, now is the time to properly deal with the unnaturally high fuel loads that lead to fires that create most of the environmental damage and expenditures each year as well as the loss of human life and property.

**JACK WARD: LABOR LEADER OF THE YEAR SAN DIEGO BUILDING AND CONSTRUCTION TRADES COUNCIL**

**HON. BOB FILNER**

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. FILNER. Mr. Speaker, I rise today to recognize Jack Ward, a labor leader, community activist, humanitarian, sportsman, and patriot. Mr. Ward is being recognized by the San Diego Building and Trades Council as Labor Leader of the Year.

His more-than-full-time job is secretary-treasurer and principal executive officer of Teamsters Local 36. Before he was elected to this top position in his local union, Mr. Ward was president, vice president, trustee, and shop steward while employed by Bechtel Construction Co. He has also been on staff as a business representative since 1984.

He has served in several capacities with the Teamsters—as delegate to Joint Council 42 and the Southwest Building Material and Construction Council. He has also been a delegate and committee member at conventions of the Teamsters International Union. In addition, he is delegate and officer of the San Diego Building and Construction Trades Council and an executive board member of the San Diego-Imperial Counties Labor Council, AFL-CIO.

His activities in the wider community include volunteering in political campaigns, serving on the board of the United Way, helping collect and distribute food for needy families with the letter carriers, giving of his time at Children's Hospital and at the Polinsky Center. He has been president of Pop Warner and Little League.

As a Member of the House of Representatives Committee on Veterans' Affairs, I would like to especially acknowledge his service as a marine veteran of Vietnam. I want to take this opportunity to thank Mr. Ward for his hard work, dedication, and contributions to the San

Diego region. I am also pleased to recognize his selection as Labor Leader of the Year by the San Diego Building and Construction Trades Council. My sincere congratulations go to him, his wife, Janet, and their two sons, Jack Jr. and Jeff.

**SISTER MARGHERITA MARCHIONE:  
HONORED AS ACADEMIAN AND  
HUMANITARIAN**

**HON. RODNEY P. FRELINGHUYSEN**

OF NEW JERSEY

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. FRELINGHUYSEN. Mr. Speaker, today, I rise to recognize Sister Margherita Marchione on being the 1997 recipient of the Religious Teachers Filippini Humanitarian Award at the Villa Walsh Academy Gala this Saturday evening hosted by comedian Joe Piscopo. I have spoken before the House floor about the work of Sister Margherita, she is one of New Jersey's great academic and humanitarian treasures. Although academia is her calling, her special talent is building bridges between different peoples through greater understanding and knowledge.

Born in the town of Little Ferry, NJ, in 1922, Sister Margherita became a member of the Filippini Sisters teaching order in 1941. A Fulbright Scholar, she received her own schooling at Georgian Court College in Lakewood, where she earned a B.A. and continued her education at Columbia University where she gained her M.A. and a Ph.D. Aside from the numerous books she has authored, including the acclaimed "L'immagine testa" and the 1986 biography of Lucy Filippini, "From the Land of the Etruscans," Sister Margherita serves as treasurer of the Villa Walsh Academy in Morris Township and is professor emerita of Italian Language and Literature at Fairleigh Dickinson University in Madison. She also lectures throughout the United States and abroad, including numerous radio and television appearances.

During the past few years, Sister Margherita has devoted much of her time to illuminating the efforts of Pope Pius XII and thousands of Italian Catholics to save Italian Jews and other persecuted peoples from Nazi concentration camps during World War II. In 1995, she organized an event to mark Holocaust Rescuers in Italy Day, held at Villa Walsh, which debuted the documentary film "Debt of Honor" narrated by New Jersey resident Alan Alda. Sister Margherita assisted "Debt of Honor" producer Sy Rotter in collecting the memories of Italy's Jewish survivors.

Her latest literary effort, "Yours Is a Precious Witness: Memoirs of Jews and Catholics in Wartime Italy," recognizes the extraordinary acts of courage exhibited by ordinary people during the Second World War. It is a little known fact that, although 67 percent of European Jews were killed by the Axis Powers during the war, more than 80 percent of Italy's Jews were saved. As the New World Press wrote, "Yours Is a Precious Witness" is helping to promote "better understanding and deeper relations between Catholics and Jews." In addition, the editors of the Association of Jewish Libraries Newsletter praised her book for reversing their previously derogatory view of Pope Pius XII.



As a member of the World Who's Who of Women, Sister Margherita Marchione's associations, accomplishments, awards and honors are too numerous to mention. However, I do want to personally congratulate Sister Margherita on receiving the Religious Teachers Filippini Humanitarian Award and have this House join me in honoring her collective work on behalf of promoting greater understanding among the human race.

#### TRIBUTE TO THE 50TH BATTALION DURING THE KOREAN WAR

#### HON. FRANK PALLONE, JR.

OF NEW JERSEY

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. PALLONE. Mr. Speaker, I would like to draw my colleagues' attention to a very important event that is taking place on September 16, 17, and 18 in Atlantic City, NJ.

On that day, about 80 members of the 50th Battalion—veterans of the Korean war—will reunite to commemorate the tremendous contribution of the 50th Battalion from 1950 to 1955 and honor the soldiers who were injured and who died in many critical offensives of the Korean war.

I am pleased to call as a friend the coordinator of the event, Peter A. Marone, and wish him great success for this reunion of Korean war heroes. These wishes also go out to the cocoordinator, Donald Sullivan of Absecon, NJ.

Mr. Marone, former mayor of St. Pleasant, NJ, has reminded me of the tremendous contribution made by the 50th Battalion and I want to share a brief account with you.

The goal of the initial invasion by our troops at Inchon in September, 1950, was to seize the vital rail and communications center of Seoul, seal off the main areas of escape to the north, and secure the port at Inchon and the airfields at Kimpo and Seoul.

This incredible series of battles and troop movements was followed shortly by what was called "The Christmas Miracle." By November 1950 the Korean war seemed all but over. The North Koreans were squeezed back to the Yalu River on the Manchurian border. It seemed the war was coming to an end.

But on November 27, Communist China sent 120,000 troops into North Korea and pitted them against 15,000 U.N. forces in the East. There were many casualties among Marines and Army troops. In the following days, of the 15,000 U.N. troops encircled by the Communist Chinese, 12,000 became casualties.

It was then that the chosen fighters of the 50th Battalion made their greatest contribution. By checking the Chinese forces in the mountains as part of a perimeter established around the besieged Hamhung, they enabled the escape of 100,000 North Korean men, women, and children to safety.

I would like to recognize the courage of the participants in the Christmas Miracle, as well as all those who nobly served in the battalion in the following years. It is so important that current and future generations never forget the sacrifices and the bravery of the soldiers of

the 50th Battalion as well as all the veterans of our wars.

#### THE MEDICARE AND MEDICAID RECOVERY ACT OF 1997

#### HON. FORTNEY PETE STARK

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. STARK. Mr. Speaker, today I am introducing the Medicare and Medicaid Recovery Act of 1997.

Under current law, providers and suppliers are using the Bankruptcy Code as a vehicle to defeat the Secretary's efforts to battle fraud and abuse involving Medicare and Medicaid payments. Specifically, providers and suppliers who have acted improperly or have been overpaid by Medicare, are using the protections afforded by the Bankruptcy Code to stop short the imposition of administrative sanctions or recoupment of Medicare overpayments. Providers can make strategic use of two devices—the automatic stay and the discharge of all pre-bankruptcy obligations.

Under the Bankruptcy Code, the provider can respond to the threat or imposition of an administrative sanction by filing a petition in bankruptcy and then asserting that the automatic stay bars any further sanction activity. Regarding discharge, the provider can assert that any overpayment or civil monetary penalty due to the Medicare program is discharged and does not survive the bankruptcy proceeding.

The Federal Government has long enjoyed a priority for taxes, duties and related penalties. However, it does not have a priority for nontax claims, such as Medicare and Medicaid overpayments to providers. The Government's priority for nontax claims was abolished in 1979.

A 1992 report issued by the Office of Inspector General (OIG), entitled "Federal Recovery of Overpayments from Bankrupt Providers," found that as of March 1991, the Medicare Trust Fund lost \$109 million due to the ability of providers and suppliers to discharge their outstanding overpayments. While the report recommends giving Medicare claims a priority status in bankruptcy, better cost savings would be achieved by excepting these claims from discharge. Surely, we should favor the path that leads to greater cost savings.

The U.S. taxpayer spends \$191 billion each year to fund Medicare programs. However, an estimated \$20 billion, or 10 percent, is lost to fraud. Too many health providers are putting their hands into the public trough.

Mr. Speaker, this bill holds fraudulent providers accountable. It would amend the Social Security Act to specify that an administrative sanction imposed by the OIG on a health care provider, whether a civil monetary penalty or program exclusion, is not subject to the automatic stay provisions of the Bankruptcy Code. Second, this bill would also amend the Social Security Act to specify that any overpayment or civil monetary penalty amounts due to the Medicare program are not dischargeable under the Bankruptcy Code.

The Medicare Trust Fund has suffered losses from the bankruptcy discharge of pro-

viders' obligations to repay Medicare overpayments. The drafters of the Bankruptcy Code could not have foreseen or intended that the protections they afforded under the Code would be used to support and sustain Medicare fraud and abuse. Allowing medical professionals to use such loopholes as those discussed above only makes it more difficult for the Government to provide the types of programs that Americans deserve. With this bill we can force providers and suppliers to take responsibility for their actions while putting money back into the Medicare Trust Fund where it is desperately needed.

#### JERUSALEM TERRORISM

#### HON. RICK LAZIO

OF NEW YORK

IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. LAZIO of New York. Mr. Speaker, I rise today to strongly condemn the most recent terrorist attacks in Jerusalem's Rehov Ben-Yehuda pedestrian mall. I was deeply saddened to learn, once again, of such a horrible act carried out by a group so willing to claim responsibility. My heart goes out to the families of the victims.

At this critical point in the Middle East peace process we must do all that we can to promote this fragile initiative and move forward. This week, Secretary of State Albright will travel to the Middle East and will hold important meetings with leaders in that region. She needs to carry a strong message, backed by both the administration and the U.S. Congress, that the terror must stop. There is an end to our patience; we will not forever call for continuation of a process that is flawed and dangerous.

Those who are using terrorism as a tool must learn that it is not the way, and there is no excuse. Terrorism is not the way to accomplish any goal. Innocent people deserve to live their lives in peace, without the constant threat of terrorist attack. The responsibility for this falls on chairman Arafat. Simply put, Chairman Arafat must live up to the promises that he has already made as part of the Oslo accords.

In the Oslo accords, signed in 1993, the Palestinians committed to fighting terrorism and searching out those who commit acts of terrorism and punishing them accordingly. They have been negligent at fulfilling this promise, the most fundamental of the Oslo accords. Mr. Arafat has allowed these acts to go on, has allowed known terrorists to continue to operate, and has completely failed to live up to these promises. The United States must keep an even closer eye on the situation than it has in the past.

The time for Mr. Arafat to fulfill his commitments is now. The most recent tragedy in Jerusalem will only be repeated if he continues to operate as he has done in the past. I promise my colleagues that I will do all that I can to assure that the United States keeps a most watchful eye on Mr. Arafat, and that our aid to the Palestinians is carefully scrutinized based on his actions.



THE AFRICAN-AMERICAN CIVIL  
WAR MEMORIAL COMMEMORATIVE  
COIN ACT INTRODUCED

**HON. ELEANOR HOLMES NORTON**

OF THE DISTRICT OF COLUMBIA  
IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Ms. NORTON. Mr. Speaker, today I am introducing legislation that will establish a commemorative coin for the African-American soldiers that fought in the Civil War. Several years ago, the release of the movie "Glory" brought national attention to the role played by African-American soldiers during the Civil War. This movie told the story of the 54th Massachusetts Regiment which distinguished itself at the historic battle of Fort Wagner in July 1863. These soldiers of the 54th Massachusetts Regiment and those African-Americans who served with the Union Army did so as volunteers. At first they were barred from combat and made to contribute only as members of service and labor battalions. The number of African-American troops that were in the Union Army was larger than the entire Confederate Army in the final months of war. Ultimately, their determination, courage, and love for their country and for the cause of freedom, enabled them to transcend this barrier.

The 185,000 African-American troops who served in the Civil War never received the recognition they deserved for fighting so bravely for our country. Following the end of the Civil War, The Grand Army of the Republic paraded 200,000 Union soldiers for 2 days down Pennsylvania Avenue in the District of Columbia, but not one of the units representing the African-American soldiers was invited to attend the celebration. They never received a thank you for their service. Not only is it fitting for the memorial in their honor to be located in our Nation's Capital, but they too deserve a commemorative coin to memorialize their sacrifice to our country.

This coin would be of no net cost to the Government and it is for an outstanding cause. It is my hope that this legislation serves as a reminder of the contribution that these brave men gave for this country.

TRIBUTE TO DAN SAIN

**HON. DALE E. KILDEE**

OF MICHIGAN  
IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. KILDEE. Mr. Speaker, I rise today to pay tribute to a man who has worked to improve the quality of life in my hometown of Flint, MI, Mr. Dan Sain. On September 14, 1997, Dan Sain will be the guest of honor as many of his family and friends gather to celebrate over 40 years of dedicated service to our community.

It has been over four decades since Dan Sain moved to Flint from his home of Leachville, AR. When he first arrived, Dan supported his family by working several jobs, including working during the day at Standard Cotton Products, and at Fisher Body plant at nights. In 1953, Dan accepted a position with Buick, and with that, he began a long partnership with the UAW. In his service with the union, Dan served as committeeman, trustee,

shop committeeman, newspaper editor, and vice-president. In 1972, Dan was elected president of the UAW Community Action Council, a position he held until 1996.

Danny was the ultimate political organizer. He worked endlessly to elect people who were pro-union. Under his leadership, the UAW attained the highest standards of political and community awareness. There are very few political officeholders in Genesee County who have not benefitted from the work of Danny Sain. Whether it was organizing the county effort for a Presidential campaign, or if it involved an election in a small local town, Dan always knew what was going on, and more often than not, he knew who was going to win.

We in Genesee County have been extremely fortunate to have someone like Dan Sain live in our community. Dan always believed that the UAW must play a role in the larger community and he has made a positive impact with his work. Dan has served on a number of boards and commissions including chairing the Bishop International Airport board, serving on the Genesee County Parks and Recreation Commission, the Genesee County Planning Commission, Healthplus of Michigan, and the local board of the Federal Emergency Management Association. He has also been a active supporter of the United Way for a quarter of a century.

Mr. Speaker, this year, the labor movement celebrated the 60th anniversary of the famous Sitdown Strike that took place in Flint. I ask my colleagues in joining me in honoring a man who, although too young to have been a sitdowner himself, through his thoughts, deeds, and actions has proven himself time and again as a living legacy to the perseverance and courage shown by a group of determined young men in February of 1937, and their quest for equity and equality for all.

IN MEMORY OF DR. ROBERTO  
OLIVARES

**HON. RALPH M. HALL**

OF TEXAS  
IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. HALL of Texas. Mr. Speaker, today is the funeral of one of the kindest and most compassionate men I have ever known and one of the most gifted, most respected and most beloved physicians in Sherman, TX—Dr. Roberto Olivares, who died Sunday at the age of 57.

Dr. Olivares was born in Puebla, Puebla Mexico, studied at UNAM, the national university in Mexico City, and received his medical degree in 1962. He moved to the United States in 1966 and after completing his internship at Kettering Memorial Hospital in Dayton, OH, he spent 4 years as urology resident at The Methodist Hospital in Indianapolis, IN. While there he was named chief resident and received the Pediatric Fellowship from Riley Children's Hospital.

After a brief return to Mexico, Dr. Olivares moved to Sherman in 1974 to begin what would be a 23-year practice. He was a beloved and highly respected physician and was only the second urologist in the United States to receive the Distinguished T. Leon Award from the American Urological Association four times for significant achievement in the field of urology.

Dr. Olivares was a member of the AUA Terminology and Health Policy Committee from 1992 to 1997 and served on the board of directors for the South Central Region and as the Texas delegate to the national organization. He was past president and board member of the Texas Urological Society and was a selected member of the International Andrology Society, the Society of Laparoscopy Surgery, the Endourological Society and Lithotripsy Society. He was dedicated to the local medical community and served as president of Medical Plaza Hospital for 2 years, chief surgeon at Wilson N. Jones and past president of the Grayson County Medical Society.

Dr. Olivares was a dedicated and prominent figure in the community. He served as president of the Parks and Recreation Board, was a basketball and soccer coach for many years for the Boys and Girls Club and was a proud member of the Sherman Bearcat Booster Club. He could always be seen sitting at the 50-yard line cheering for the Bearcats. He and his wife, Gayle, hosted numerous fundraising events for local charities.

But more than any of these achievements, his kindness, his compassion, and his faith distinguished him among his patients and his friends. I never heard him utter an unkind statement, and I never heard an unkind statement uttered about him. He took both a professional and personal interest in his patients and was concerned about both their physical and emotional well-being. His faith sustained his own struggles with leukemia, which eventually claimed his life, and with other family tragedies and other challenges that he endured with eternal optimism. His faith was a powerful example for all who knew him and were inspired by him, and he demonstrated his faith in all that he did and with all those he touched—through his words, his deeds and his daily interactions with people from every walk of life.

Dr. Olivares is survived by his wonderful wife, Gayle; his sons, Roberto III and Ricardo; his daughters, Rebecca and Raquel; his mother, Minerva; sisters, Minerva and Elsa; brother, Sergio; and grandsons, Roberto IV, Julian and Austin. I am saddened to lose such a dear friend and constituent, and I share the grief of his family and many friends in the Sherman community.

But I know that this great man would want us to carry on with the same optimism that he demonstrated so well, and we will carry him with us in our hearts and in our memories. Mr. Speaker, as we adjourn today in the House of Representatives, I ask that we do so in honor of and in memory of this great America, great physician, and great man—Dr. Roberto Olivares.

CENTRAL AMERICA: INDEPENDENCE,  
PEACE AND PROGRESS

**HON. ELTON GALLEGLY**

OF CALIFORNIA  
IN THE HOUSE OF REPRESENTATIVES

*Thursday, September 11, 1997*

Mr. GALLEGLY. Mr. Speaker, on Monday, September 15, five of the nations of Central America will celebrate their respective independence days. As chairman of the Western Hemisphere Subcommittee, I want to congratulate the nations of Costa Rica, El Salvador, Guatemala, Honduras, and Nicaragua

on the occasion of this day and to call to the attention of the Members of the House the great progress which the region as a whole has made toward peace, stability, and democracy.

The historic signing of the Guatemala Peace Accords last December 29 ushered in a period in which for the first time in almost 40 years, the entire Central American region is at peace. Even more significant is the fact that democracy is taking hold as evidenced by the fact that every current government in the region has been elected in what have been determined to be free and fair elections by both domestic and international observers. The economies of these nations seem to be making solid progress as growth, albeit slow, is being achieved through a combination of liberalization, modernization, and privatization. Further, it would appear that in general, an awareness and respect for human rights is on the increase and that the militaries of several of these nations are accepting their new roles under civilian leadership.

Nowhere are these last two issues more evident than in Guatemala. A recent subcommittee staff visit there found very encouraging signs that the peace process is taking hold thanks to the total commitment of President Arzu and the representatives of the URNG. And, the Guatemalan Congress is about to begin a historic debate on amending their Constitution to accommodate the political and economic reforms mandated by the accords. In the 9 months since the peace accords were signed, more than 3,000 former URNG combatants have been reintegrated into Guatemalan society. A Historical Clarification Commission has begun looking into 36 years of human rights abuses and atrocities committed against the general populace during the conflict years. And, the U.N. Verification Mission, MINUGUA, has stepped up its work in helping to strengthen organizations dealing with human rights issues. The significant U.S. financial commitment to this process as well as to programs we are funding in Nicaragua and El Salvador are clearly helping make these efforts successful.

This is not to say that there are not problems. Drug use and crime seem to be on the increase everywhere and nagging problems of poverty, unemployment, illiteracy, and infant mortality persist. But on the whole, Central America has moved beyond the crisis period of the past 15 years and has given us great cause for optimism.

So, Mr. Speaker, on the occasion of the celebration of the independence of these nations, I want to congratulate each of these nations for the progress they are making and to express my hope that they continue on this impressive path.

#### TAX RELIEF FOR SMALL BUSINESSES

#### HON. RON PACKARD

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. PACKARD. Mr. Speaker, no one ever said that running a business was supposed to be easy. But Washington seems to want to make it more difficult. Small businesses need a break. And for the first time in 16 years, they

will get this long-awaited and much-deserved relief—a serious tax cut. The Taxpayer Relief Act is looking out for small businesses across the Nation.

Higher taxes and burdensome regulations are hurting America's small business community. Our Taxpayer Relief Act will relieve the tax burden on working Americans while simplifying the small business tax code. By offering estate tax relief as well as capital gains tax relief, we will ensure that businesses grow and prosper, while providing jobs and opportunities to many.

Mr. Speaker, not only do small businesses need a real break, they deserve one. They employ 53 percent of the private work force, contribute 47 percent of all sales in the country, and create millions of jobs each year. But yet Washington tax-and-spend values have led to the demise of many small businesses across the Nation. It doesn't have to be this way. Our plan ensure that this will not be the case in the future.

We want to see as many small businesses succeed as possible. They are critical to our economy. The Taxpayer Relief Act is good for small businesses and self-employed entrepreneurs. Under our plan, businesses will not only succeed, but will thrive and prosper for many years to come. Hard-working, tax-paying citizens have finally won a major victory. Relief is becoming a reality because the American people have spoken loudly and we have listened.

#### CONGRATULATING MICAH MORGAN, PACIFIC AREAS WINNER, VFW VOICE OF DEMOCRACY BROADCAST SCHOLARSHIP PROGRAM

#### HON. ROBERT A. UNDERWOOD

OF GUAM

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. UNDERWOOD. Mr. Speaker, each year, the Veterans of Foreign Wars of the United States and its ladies auxiliary conduct the Voice of Democracy broadcast scriptwriting contest. Entries for this year's theme, "Democracy—Above and Beyond," were received from more than 109,000 secondary school students. Fifty-four national scholarships were distributed among the 54 national winners.

Mr. Micah Morgan is this year's Pacific areas winner. He is the recipient of a \$1,000 USS Battleship Maine Memorial Scholarship Award. Micah is a senior at Morrison Academy in Taichung, Taiwan. He is the son of Mr. and Mrs. Keith Morgan and he plans a career in architecture.

As I congratulate Micah for being this year's Pacific areas winner, I would like to submit his speech for the CONGRESSIONAL RECORD:

"DEMOCRACY-ABOVE AND BEYOND"

Deep in the jungle, a soldier fights. But he is not the first. He is the newest warrior in a battle that men have been fighting for centuries. Just as those soldiers did long ago, he fights against tyranny and oppression backed by brothers in his own country, as well as sympathizers around the world. He is not fighting in their name, however, nor is he fighting for any kingdom or revered leader, nor even his own comrades in arms. He is fighting for himself. He is fighting for the opportunity to provide for his family. He is

fighting so his children won't have to grow up in fear. He is fighting so that he and his wife will be able to express their opinions openly. He is fighting so that he can have a voice in who governs him. He is fighting for his right to be a man. He is fighting for an idea which began centuries ago, but one which has survived while so many other great ideas have passed away. He is fighting for Democracy. The only government in the world that will give him and his family the hope to keep going, the freedom to express their opinions and the opportunities to do something about it.

Democracy gives people hope because it listens to them and helps them and allows them to succeed. Hope: something that everyone wants and needs to keep going. It can come through a baby's smile, an encouraging word from a friend, or even just a beautiful day. Not much to ask, really, but still people in many countries don't even have hope. Millions of immigrants fled to America during the 1820's and 1830's because it gave them this hope. In their own countries, no matter how hard they worked, they could never overcome the lot that they have been dealt in life. But, in America, their work would be rewarded and they could see that their children started off better in life than they had. The hope of a brighter future is one factor which makes democracy a step ahead of the rest.

Freedom, something which many take for granted, but something for which many people are willing to give their lives. Hope is a wonderful thing but is a short-lived thing if there is no freedom in which to enjoy it. People can experience life more when they have freedom because they can develop their own thoughts, express their own opinions, and pick their own direction in life without worrying about somebody looking over their shoulder. Freedom is something people respond well to, but most governments in the world haven't realized this. They don't realize that allowing people to make their own choices can only aid the government, because people work better when they know that they are doing it for themselves. Democracy, on the other hand, gives people freedom and it takes advantage of the work that people are doing for their own sakes. Freedom unlocks spirit and, by giving its people freedom, Democracy takes one more giant leap ahead of the rest.

Opportunities are essential to a good government. Hope and freedom are wonderful but they only breed discontentment if the people are not given the opportunities to do something about it. Giving people hope and freedom without opportunities is like grooming, encouraging, and aiding a pitcher to become amazing, but then never putting him into a game. People with hope and freedom will exercise their opportunities to improve government, technology, society, and countless other things. No other form of government is willing, however, to give up the little bit of power that it takes to give people opportunities, in order to gain the great advancements that they will bring to the nation.

#### BLACK LUNG COMPENSATION

#### HON. ANNE M. NORTHPUP

OF KENTUCKY

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mrs. NORTHPUP. Mr. Speaker, I rise today to voice my opposition to regulations proposed by the Department of Labor regarding black lung compensation.

I strongly believe injured parties should be compensated, and the current black lung program has provided much needed relief to many coal miners. However, the regulations proposed by the Department of Labor go far beyond necessary retribution and would effectively eliminate the coal mining industry in my State of Kentucky and other States that are home to small coal operators.

As a member of the Kentucky State Assembly, I participated in a special session in December where we revamped the workers compensation system to ensure the solvency of a program that was bankrupt. Now the Labor Department is proposing changes to the Federal Black Lung Program that are moving directly in the opposite direction.

On January 22, 1997, the Department of Labor—Employment Standards Administration—issued proposed changes to the Black Lung Benefits Program. These regulations would change the legal definition of pneumoconiosis—black lung—to include other lung abnormalities. The regulations would also declare the disorder progressive, so if someone who worked in coal mines for even a short time and was a smoker and developed lung cancer, the cause of the cancer would be job related, even if the prevailing medical information concluded it was smoking related. Furthermore, there would be the presumption that any sign of lung problem, even an x ray that showed a shadow on the lung of a smoker, would be progressive and eventually result in disability and death. This is true even in cases where there is no current physical limitation. Such a presumption is simply inaccurate.

In addition, the Department would allow all cases to be reopened and reconsidered under the new guidelines. In some cases, even the widow or survivors of the claimant would be entitled to reopen cases. This is about 80,000 cases.

About 230,000 miners, survivors, or dependents receive either compensation and/or medical benefits under the Federal Black Lung Program. To date, more than \$32 billion have been spent providing black lung benefits to miners and their survivors. The current program is supported by Congress. I am not arguing that this program should be cut or eliminated. Rather, I believe the program should be left alone.

The authorizing committee agrees that the Department of Labor should not implement the proposed changes to this program. In fact, the committee wrote Secretary Herman with their concerns earlier this year. Summarizing, the committee believes that the regulation changes go directly against the will of the Congress, which considered similar changes in the 103d Congress—but did not pass.

What's more, thorough economic impact studies have not been performed. As such, information on the costs of the proposed changes to the Federal Government and the coal companies is insufficient to allow these regulations to be implemented. While the Department of Labor concludes that the proposed regulations will result in an increased cost of only \$28 to \$40 million to the Federal Government, this conclusion is based on an inaccurate assumption that the claims approval rate will increase only from 7.5 to 9 percent. The conclusion does not account for any change in the initial filing rate or refiling rate and ignores the fact that many lawyers are

waiting for a chance to refile their clients' claims. Analyses of the legislation considered in the 103d Congress—which was similar to the proposed regulations—indicated that as many as 80,000 previously denied claims could be refilled and could cost as much as an additional \$30 billion.

In addition, the proposed regulations will not only directly cost taxpayers through costs to the Black Lung Program. They also will severely impact small coal operators. These costs could effectively eliminate small coal operators in such States as Kentucky and have an enormous impact on rural communities that depend on the coal industry.

The Department of Labor failed to provide appropriate information to substantiate the basis for the claim that the proposed rules will not have a significant impact on a substantial number of small businesses. In fact, the Small Business Administration [SBA] Office of Advocacy has filed formal complaint regarding the failure of the Department of Labor to comply with the Regulatory Flexibility Act [RFA] as amended by the Small Business Regulatory Enforcement Fairness Act [SBREFA]. The goal of these laws is to require agencies during consideration of regulations to analyze the impact on small businesses. The Department of Labor has failed to follow the guidelines set in law and consider the impact of these proposed regulations on small businesses.

The proposed regulations have also been opposed by the American Bar Association [ABA], which adopted a resolution expressing its opposition to any principle in the new regulations.

I am submitting documents by both SBA and ABA for the RECORD.

In short, the new regulations would have a terrible impact on Kentucky and other States which are home to small coal operators. While I strongly believe injured parties should be compensated, these proposed regulations go far beyond necessary retribution and would effectively eliminate the coal mining industry in my State of Kentucky at huge economic cost to taxpayers nationally.

U.S. SMALL BUSINESS ADMINISTRATION, OFFICE OF CHIEF COUNSEL FOR ADVOCACY,

Washington, DC, August 21, 1997.

Hon. BERNARD E. ANDERSON,  
Assistant Secretary, Employment Standards Administration, Department of Labor, Washington, DC.

Re: RIN 1215-AA99: Regulations Implementing the Federal Coal Mine Health and Safety Act of 1969, as Amended.

DEAR MR. ANDERSON: This letter is the official comments of the Small Business Administration's (SBA) Office of Advocacy on the Employment Standards Administration's (ESA) rule for implementing the Black Lung Benefits Act.<sup>1</sup> These comments are to be placed on the public docket.

The Office of Advocacy was established by Congress under Public Law No. 94-305 to represent the views of small businesses before Federal agencies and Congress. Advocacy is required by §612 of the Regulatory Flexibility Act (RFA)<sup>2</sup> to monitor agencies' compliance with the RFA.

Advocacy has two primary concerns with the proposal. (1) Advocacy will address the ESA's failure to use established SBA size standards. The ESA is required by the RFA to use the SBA definitions when determining the economic impact of the rule or to follow

the appropriate statutory process for selecting an alternative size standard. (2) Advocacy will also address the agency's economic impact analysis. Advocacy believes that the ESA's RFA certification<sup>3</sup> is inadequate because the agency has failed to provide appropriate data to substantiate a factual basis for this certification.<sup>4</sup> Based on a preliminary assessment and information received from mining industry employers, Advocacy is convinced that the proposed changes to the black lung regulations may have a significant impact on a substantial number of small entities. The agency should complete an initial regulatory flexibility analysis detailing the potential impact of this rule on small businesses.

#### SMALL BUSINESS DEFINITION

When determining if a proposed rule will have a significant economic impact on a substantial number of small entities,<sup>5</sup> the RFA requires that agencies comply with the size standards established by the SBA.<sup>6</sup> If an agency decides to deviate from the pre-established size standard for the purposes of a particular rule, the agency must consult with the SBA prior to publishing the proposed rule. The agency also must publish the alternative size standard for public comment.

For the purposes of the proposed rule, ESA defines a small mine as a mine with a net worth of less than \$10 million or has been in operation for less than three years. The SBA defines a small mine as a mine which employs less than 500 employees. Although the preamble discusses the use of SBA and Mine Safety and Health Administration (MSHA) definitions, there is no indication that ESA contacted SBA to discuss alternatives. For the purposes of determining the economic impact of the proposed rule on small businesses, ESA must use the SBA definition or follow the statutory procedure for developing an alternative. ESA's decision to deviate from SBA's standards for the economic analysis was made independent of any consultation with the Office of Advocacy. Such a decision, without consultation with Advocacy, is a violation of the law.

#### QUANTITATIVE DATA ON THE MINING INDUSTRY

Advocacy contends that the agency has not provided the quantitative data necessary to substantiate the agency's certification that this rule will not have a substantial impact on small businesses. In fact, the agency has not provided the public with estimates on the number of small mines which will be affected by this rule, either as a whole or by mining sector (e.g., surface and underground bituminous and anthracite). Data available to Advocacy indicate that the coal mining industry includes 1,811 small firms, 95 percent of the mines in the industry.<sup>7</sup> Therefore, Advocacy maintains that there are a substantial number of small firms affected by this rule and an initial regulatory flexibility analysis must be completed.

#### ECONOMIC IMPACT ANALYSIS

Determining a rule's impact on small businesses and other small entities is an important part of the rulemaking process.<sup>8</sup> It is the burden of the agency to conduct a complete analysis of the affected industry and publish its findings for public comment. The analysis should provide a detailed breakdown of the economic impact proposed changes by various sizes, types of operations, and practices within the small mining industry.

The economic impact data provided by the ESA on small coal mining firms is not sufficient to substantiate the agency's assertion that "small firms are not expected to be disproportionately affected by these changes."<sup>9</sup> First, the criteria for RFA is a significant impact (not a "disproportionate" burden).

See footnotes at end of article.

After evaluating the preliminary information provided by ESA in the preamble, the Office of Advocacy concludes that the impact on small firms likely would be both significant and disproportionate.

For instance:

The agency predicts that in a maximum impact scenario, the total costs for the coal industry would be an additional \$3.65 per \$100 of payroll. This would be an 84 percent increase over current costs (\$4.33 per \$100 of payroll).<sup>10</sup>

The agency projects that approval rates for claims will increase and result in an increase in the premium rate of less than 75 cents per \$100 of payroll for underground bituminous miners. Using ESA estimates of the average annual per employee wage cost of \$38,355, the increase in premium rates for this industry sector would be \$287 per employee each year. This would be a 17 percent increase in insurance costs.

Advocacy examined just one sector of this industry to demonstrate just how significant the cost of this rule will be for small firms. For an anthracite mine with 20 employees, the costs of labor represents 37 percent of revenue value. ESA indicates that average labor costs in the industry equal less than one fourth of the value of its product output. Assuming that receipts are equal to output, this size and type of mine does not enjoy the economies of scale and higher productivity per employee of larger mines. Therefore, the insurance costs based on payroll will be significantly greater. We estimate that similar costs will be discovered for many or all of the small mines affected by this rule.<sup>11</sup>

Given the rule's potential economic impact on small mines, Advocacy is making several suggestions for improving the agency's economic data. Generally, the process of preparing an economic analysis requires an ample amount of due diligence on the part of the agency. In order to provide the public with the necessary economic information to solicit constructive public comment, the ESA's process of analyzing the impact of the black lung regulations should be transparent, clearly illustrating the cost of implementing the rule on the various segments which comprise the small mining industry. Economic assumptions and methodologies should be made known so that the analysis can be reviewed actuarially. If costs are determined to be significant in a particular industry sector and/or in a particular small business size range, this would justify a full analysis with regulatory alternatives for small entities.

The following are specific recommendations to improve the data to determine economic impact more realistically.

The agency is using the criteria of one percent of payroll as the threshold for determining "significant." However, Advocacy believes that this threshold is inappropriate and essentially meaningless. First, small firms' costs may be concentrated in payroll and not other operating costs. Therefore, the percentage of costs will be much greater for small mines relative to larger, mechanized mines. Second, with payroll cost increases, there is no indication of correlating revenue or profit increases. Our preliminary investigation of the industry shows that the product prices are fixed, established by long-term contract. Larger firms may be able to absorb the costs in the short term with some measure of profitability. Smaller firms, however, may not be able to assume the added costs and remain competitive. Sector specific profit margins and standard industry practices, like long-term contracting, must be discussed in the analysis.

The analysis should use SBA size standards to determine the impact of the proposed changes by various size ranges. Cost projections by size range is fundamental to deter-

mining economic impact. An example of how economic impact can vary by size is illustrated by the anthracite industry. Based on 1994 U.S. Census data, anthracite mines with fewer than 20 employees had estimated annual receipts of \$821,000, mines with 20-24 employees had estimated receipts of \$2.07 million and mines with 25-29 employees had estimated receipts of \$2.99 million. Clearly, increased insurance premiums would have a significantly different economic impact depending on the size of the anthracite firm.

The rule is anticipated to have a \$40 million<sup>12</sup> impact on the entire coal mining industry. The agency's use of aggregate numbers to determine anticipated economic impact is not particularly useful. The analysis should explore how the regulation will impact specific sectors (e.g., anthracite and bituminous) within the industry by various sized firms. The analysis should also examine the rule's impact on different mining practices, e.g. surface and underground mining.

The agency's economic data has concentrated on the rule's impact to commercially-insured coal mines. The agency should also estimate the impact of the rule on self-insured mines. In addition, the analysis should compare the potential impact of the rule between self-insured and commercial-insured firms.

To assist the agency, Advocacy has provided 1994 U.S. Census Bureau data detailing industry specific firm size by number of employees and company receipts. (The ESA indicated that the lack of such data was a reason not to use established SBA size standards in its economic impact study.<sup>13</sup>) For future reference, this information can be easily retrieved from Advocacy's homepage at <http://www.sba.gov/ADVO/>.

#### OUTREACH

As we have indicated, Advocacy is convinced that this rule could have significant impact on small mines. Therefore, Advocacy recommends that the agency conduct extensive outreach to small mines to solicit information on the economic impact of this rule. Within the U.S. Government, several sources of information are available. For instance, the ESA's sister agency, the MSHA, maintains detailed industry data and mining company mailing lists. This information could be used for outreach purposes. The Office of Advocacy is also available to assist ESA identify small mining business organizations.

The RFA suggests that direct communication with the regulated industry can be beneficial for complying with the law.<sup>14</sup> Advocacy encourages ESA to incorporate the expertise of the mining business community, input from the regulated community is crucial to the development of an analysis which accurately reflects the industry.

#### CONCLUSION

In 1996 Congress and the President enacted the SBREFA, thus, renewing a public policy commitment to small businesses by reminding agencies of RFA obligations and by allowing by small businesses (through judicial review) to challenge agencies that fail to comply with the law. Good public policy and the law dictate that agencies provide the public a factual basis for an agency determining whether a rulemaking will have "a significant impact on a substantial number of small entities."

Advocacy has been contacted by several organizations representing various sectors of small coal mines concerned that these proposed changes were substantially understated by the agency and would significantly increase the cost and availability of black lung workers' compensation insurance. Advocacy encourages the agency to review the record for small businesses comments made

on all aspects of the proposal. Aggressive outreach to the small mining industry will help determine the true economic impact of this proposed rule and any information on alternatives which would meet the agency's public policy objectives while mitigating the impact of the rule on small business.

In order for the ESA to meet its requirements under the RFA, the agency must develop a meaningful economic analysis which can be defended upon critical review. In the analysis, the agency also must use the SBA definition of small business or follow the statutory procedure for proposing an alternative definition.

If you have any questions about our comments, please contact me or Sarah Rice of my staff at (202) 205-6532.

Sincerely,

JERE W. GLOVER,  
Chief Counsel for Advocacy.

Enclosure.

AMERICAN BAR ASSOCIATION,  
Chicago, IL, August 15, 1997.

Via Federal Express

The Honorable ALEXIS HERMAN,  
Secretary of Labor, U.S. Department of Labor,  
Washington, DC.

Re: Proposed Regulations to Restructure the  
Black Lung Program

DEAR SECRETARY HERMAN: As President of the American Bar Association, I am transmitting to you the enclosed resolution that was adopted by the House of Delegates of the American Bar Association during the ABA's Annual meeting in San Francisco last week. The resolution comments on the proposed regulations at 62 Federal Register 3337 et seq. that pertain to the Federal Black Lung compensation program. The resolution now constitutes the official policy of the ABA.

The ABA appreciates this opportunity to submit its views to you. If you should have any questions, please feel free to call me directly at 215-977-2290.

Sincerely,

JEROME J. SHESTACK,  
President, American Bar Association.  
Enclosure.

RESOLUTION OF THE AMERICAN BAR ASSOCIATION—ADOPTED BY THE HOUSE OF DELEGATES, AUGUST 1997

Resolved, That the American Bar Association expresses its opposition in principle to any revisions of the Code of Federal Regulations (20 CFR Part 725) recommended by the United States Department of Labor on Wednesday, January 22, 1997 [62 Federal Register 3337 et seq.] pertaining to the Federal Black Lung compensation program which are contrary to the requirements of the Federal Administrative Procedure Act or the Black Lung Benefit Act.

Further resolved, That the American Bar Association expresses its opposition to the following proposed revisions of the Code of Federal Regulations (20 CFR Part 725) recommended by the United States Department of Labor on Wednesday, January 22, 1997 [62 Federal Register 3337 et seq.] which pertain the Federal Black Lung compensation program:

Section 725.103—Burden of Proof: asserts authority to adopt burden-shifting presumptions.

Section 725.309—Additional Claims: revises the extent to which the common law concepts of res judicata, or claim preclusion, and collateral estoppel, or issue preclusion, apply to the adjudication of black lung benefits claims.

Section 725.401—Claims Development—General: transfers adjudicative functions from administrative law judges to district director.

Section 725.405—Development of Medical Evidence: fails to account for district director obligation to develop evidence other than medical evidence.

Section 725.405(c)—Medical Examination and Tests: limits the development of medical evidence.

Section 725.408—Operator's Response to Notification: requires potentially liable operators to respond to notification of its status within thirty days, research up to 27 years of employment data within sixty days of notification to submit evidence to claims examiner to support its position that it is not a potentially responsible operator.

Section 725.413(c)—Initial Adjudication by the District Director: transfers adjudication functions from the ALJ to the district director, limits development of medical evidence.

Section 725.414—Development of Evidence: defines the amount and type of medical evidence which each party may submit.

Section 725.415—Action by the District Director After Development of Operator's Evidence: provides for adjudication at an informal hearing before the district director that is not an on-the-record proceeding under oath.

Section 725.416—Conferences: permits sanctions, including abandonment or waiver of the right to contest issues, for failure to appear at an informal conference and permits the conference procedures to be within the discretion of the district director.

Section 725.454—Time and Place of Hearing: Transfer of Cases: deletes language permitting the ALJ to reopen the hearing or admit additional evidence for good cause shown.

Section 725.456—Introduction of Documentary Evidence: deletes authority of the ALJs to perform certain functions and denies all parties, rights to fully cross-examine adverse evidence and witnesses.

Section 725.457—Witnesses: denies all parties, rights to fully cross-examine adverse evidence and witnesses; denies full development of a record at the hearing; limits expert witness testimony.

## FOOTNOTES

<sup>1</sup> Fed. Reg., Vol. 62, No. 14 (January 22, 1997), p.p. 3338-3435.

<sup>2</sup> 5 U.S.C. §§601 *et seq.*

<sup>3</sup> Fed. Reg., Vol. 62, No. 14 (January 22, 1997), p. 3373.

<sup>4</sup> 5 U.S.C. §605(b).

<sup>5</sup> 5 U.S.C. §601.

<sup>6</sup> 13 C.F.R. part 121.

<sup>7</sup> See 13 C.F.R. part 121 and U.S. Bureau of the Census data 1994.

<sup>8</sup> In the preamble, the agency appears to indicate that economic impact to small business can be correlated to the \$100 million per year impact used for the Unfunded Mandates Reform Act of 1995. The use of the \$100 million threshold is not relevant for determining the economic impact of the regulation to a particular size or a particular type of coal mine.

<sup>9</sup> Fed. Reg., Vol. 62, No. 14 (January 22, 1997), p. 3373.

<sup>10</sup> Fed. Reg., Vol. 62, No. 14 (January 22, 1997), p. 3372.

<sup>11</sup> Using data from the U.S. Bureau of the Census on firm revenues and the ESA. Advocacy calculated that an anthracite mine with 20 employees would have annual revenues of \$2,069,000. This amount divided by 20 employees indicates that the firm has revenues of \$103,450 per employee. With an average employee salary of \$38,355, the firm is incurring 37 percent labor costs. If the agency challenges this assertion, then ESA should provide additional information on industry salaries.

<sup>12</sup> Fed. Reg., Vol. 62, No. 14 (January 22, 1997), p. 3373.

<sup>13</sup> Fed. Reg., Vol. 62, No. 14 (January 22, 1997), p. 3371.

<sup>14</sup> 5 U.S.C. §609.

## GEN. HUGH SHELTON'S APPOINTMENT AS CHAIRMAN OF THE JOINT CHIEFS OF STAFF

### HON. BOB ETHERIDGE

OF NORTH CAROLINA

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. ETHERIDGE. Mr. Speaker, I rise to praise President Clinton's appointment of Army Gen. Hugh Shelton as Chairman of the Joint Chiefs of Staff and the U.S. Senate's Armed Services Committee's vote to confirm the nomination.

General Shelton's career is the embodiment of North Carolina values: hard work, service to country, respect, and commitment to excellence. He has earned the opportunity to serve as the highest ranking member of the U.S. Military, Chairman of the Joint Chiefs of Staff.

General Shelton grew up with his hand in the dirt as we say in North Carolina, and is head in the books. He comes from the small town of Speed, in Edgecombe County in eastern North Carolina, a county I have the honor of representing as the Representative of the Second Congressional District of North Carolina.

As a veteran myself of the U.S. Army and a farm boy from eastern North Carolina, I have the utmost respect for General Shelton, who grew up working tobacco as a school boy, days on end. He went on to earn his degree in textile engineering from North Carolina State University in Raleigh, and his commission through the University's ROTC program.

General Shelton is a leader, his distinguished career of leadership and service to our Nation began in 1963, when he joined the U.S. Army. He served with the 5th Special Forces Group from 1966 to 1967 and from 1969 to 1970 with the 173d Airborne Brigade. His service in the campaign against the Viet Cong and Communist North Vietnamese in the highly volatile back country of Vietnam won him the respect of his colleagues for his personal sacrifice and service to our Nation.

In the Persian Gulf war, our largest military confrontation since Vietnam, General Shelton served as assistant commander of the 101st Airborne Division (air assault) "when it made the largest, longest helicopter assault in history."

He has commanded Fort Bragg and the 18th Airborne Corps and the 82d Airborne Division at Fort Bragg, NC. Currently, he serves as commander of U.S. Special Forces at MacDill Air Force Base in Tampa, FL, which is home to the Army's Green Berets and the Navy's Seals.

One of his greatest attributes has been his experience and effectiveness in bringing together the Armed Forces as he did at the Pentagon and as the task force commander for Haiti.

He has sacrificed, served, and fought to keep our Nation free. God has blessed him with these great skills which will serve him and the United States well as Chairman of the Joint Chiefs of Staff.

I commend the President for appointing General Shelton to this most important position, and I congratulate the general on this outstanding accomplishment. I urge the full Senate to complete his confirmation as soon as possible.

## EXTENSION OF REMARKS

### HON. GERALD B.H. SOLOMON

OF NEW YORK

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. SOLOMON. Mr. Speaker, who would not love to have been a fly on the wall when President Clinton, as the Wall Street Journal noted in its September 11 editorial, "unleashed John Huang at a meeting on September 13, 1995, approving his transfer from the Commerce Department to work as a fundraiser at the Democratic National Committee."

Now that I think of it, Mr. Speaker, we also would like to know what in the first place Mr. Huang was doing at Commerce, where he had access to sensitive information he allegedly shared with a foreign government and a foreign company which once employed him. It would take a wall-sized chart to show the constellation of quid-pro-quo and money trails.

But that is another story, Mr. Speaker, and for right now we are concentrating on how so many bright, Ivy League educated lawyers could allegedly break the law, do so knowingly, and then suffer such memory lapses about it.

The Journal suggests that Vice President GORE is being set up as the administration's sacrificial lamb. It also suggests that justice would not be served if it went no further than the Vice President's office.

I proudly place the Journal editorial in today's RECORD.

#### TOSSING GORE

On the eve of new hearings by the Thompson committee, Attorney General Janet Reno felt forced to relax her hard-line stance against an independent counsel in the campaign contributions scandal, starting a review of phone calls by Vice President Al Gore. Conceivably Ms. Reno is edging toward facing the real issue, which is not the Vice President but the President. More likely this is another stall, reflecting a Martha's Vineyard decision by Bill Clinton to divert the pursuing wolves once again by throwing another child from the sled. Sorry, Al.

The Justice Department pre-hearing statement promised to review whether "allegations that the vice president illegally solicited campaign contributions on federal property should warrant a preliminary investigation under the independent counsel act." But the central issue is not whether Mr. Gore's phone calls broke some quaint statute. Nor whether he was sentient at the Hsi Lai Temple fund-raiser. Nor whether there is some metaphysical distinction, as in the latest collapsed excuse by Ms. Reno and her mysterious "career prosecutors," between "hard money" and "soft money." Nor whether Democratic National Chairman Don Fowler knew he was talking to the CIA when he talked to the CIA on behalf of Roger Tamraz, a rogue Mr. Fowler had already been warned shouldn't have White House access.

The issue that needs to be investigated is whether all of these various fund-raising outrages are the result of a conspiracy set in motion by the President of the United States. As detailed July 7 by our Micah Morrison, Mr. Clinton unleashed John Huang at a meeting on September 13, 1995, approving his transfer from the Commerce Department to work as a fundraiser at the Democratic National Committee. Also at this significant meeting were three members of Mr. Clinton's inner circle: senior aide Bruce Lindsey, Arkansas wheeler-dealer Joseph Giroir and Indonesian financier James Riady. White

House accounts of the meeting are full of stonewalls and half-truths. If Mr. Clinton agreed then to raise money by means he recognized as illegal, he would be party to a criminal conspiracy. This is what we need an independent counsel to investigate.

Under the Independent Counsel Statute, the Attorney General's 30-day review is followed by a "preliminary investigation" of up to 90 days, after which Ms. Reno could petition a special judicial panel for a counsel if there are "reasonable grounds." The Attorney General plays a large role in defining the independent counsel's prosecutorial jurisdiction. Whether Justice can somehow maintain a bright line between Al Gore and Bill Clinton here is open to much doubt. What both men appear to share is John Huang and his enterprises.

Thanks to Senator Fred Thompson's hearings, we know Mr. Huang was the key mover in the Hsi Lai Temple event, just one example of the deeds carried out on Mr. Clinton's behalf. The temple scam began around March 15, 1996, when Mr. Huang and fund-raiser Maria Hsia escorted the temple head, Venerable Master Hsing Yun, to a 10-minute meeting with Mr. Gore. Mr. Huang followed up with an April 11 memo discussing a "fund raising lunch." Meanwhile, a National Security Council aide had warned Mr. Gore's deputy chief of staff to take "great caution" with the event, presumably because of Chinese sensitivities to Vice Presidential utterances before the Taiwan-based organization. When the fund-raiser came up \$55,000 short of its goal, the Buddhist nuns testified last week, Mr. Huang initiated what clearly appears to be the laundering of 11 checks for \$5,000 each through temple adherents.

Meanwhile, even as more dots get connected, elements of the media have undertaken to exonerate China. "No smoking gun" to show a Chinese connection has become not a "shred of evidence," according to David Rosenbaum of the New York Times. John Judis in the September 22 New Republic called Mr. Thompson's inquiry into a China connection "a disastrous blunder."

But mounds of pretty compelling circumstantial evidence now exist that China connections played a role. Presidential money pal Charlie Trie has fled to Beijing. His patron, Macau-based Ng Lap Seng, has been linked by the FBI to some \$900,000 in funds wired to Mr. Trie from abroad; Mr. Ng has significant business interests in China and is a member of one of its rubber stamp provincial advisory boards.

The Riadys' Lippo Group, former employers of John Huang and longtime allies of the Clintons, have extensive interests in China, with a piece of that pie in the hands of Arkansas' Joseph Giroir. While Mr. Giroir was attempting to broker business deals for Lippo in China and the U.S., his Arkansas associate, former White House aide Mark Middleton, was in Taipei, allegedly shaking down public officials for campaign donations as tensions with China mounted and the Seventh Fleet steamed for the Taiwan Strait. Of course, everybody has now been lawyered up, issued denials and fled to the Fifth Amendment.

Whatever Al Gore's legal exposure in this affair, he shouldn't be left to take the fall for someone else. We don't for a minute believe all this stuff was born in the office of the Vice President. Janet Reno shouldn't be allowed to pursue an independent counsel investigation that ignores the possibility of a conspiracy directed out of the Oval Office.

## TRIBUTE TO ANGENETTE MARTIN

### HON. NANCY PELOSI

OF CALIFORNIA

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Ms. PELOSI. Mr. Speaker, I rise today in honor of Angenette "Angie" Martin who died August 31 after a courageous battle with cancer. This past Saturday, September 6, in San Anselmo, CA, her family and friends gathered together to celebrate her life. She was remembered with tears and laughter, and I was honored to speak at this memorial on behalf of many of my colleagues in both the House and Senate who knew Angie.

Angie Martin's entire professional career was reflected in her profound commitment to citizen action and participation in advocating for progressive social issues and candidates. Her incredible energy and passion for her work are what set her apart and made Angie the best of the best.

My thoughts and prayers are with her husband, Gene Eidenberg, and daughters, Danielle and Elizabeth. I know my colleagues join with me in tribute to this remarkable woman who showed so many of us how to live well and with dignity.

The obituary which follows describes many of Angie's achievements and her important contributions on behalf of social issues confronting our society.

[From the San Francisco Chronicle, Sept. 2, 1997]

#### ANGENETTE MARTIN

Angenette "Angie" Martin, a founding partner in the Mill Valley-based Martin & Glantz, a social issues organizing and media strategies firm, died Sunday in Sausalito. Ms. Martin, 50, had been battling breast cancer for more than five years.

She pioneered grass-roots organizing techniques in the early 1970s when she ran field operations for the Connecticut Citizens Action Group, Ralph Nader's first statewide organizing effort. There she created the first ever "citizens lobby." The CCAG, which influenced many environmental and consumer issues, quickly became a model for grass-roots and political campaigns nationwide.

During the 1970s and early '80s, she was in tremendous demand as a political organizer, strategist and campaign manager. She worked to improve conditions for migrant workers in New York state and ran several successful congressional and gubernatorial campaigns. She ran several states for Senator Edward Kennedy's 1980 presidential campaign, as well as the campaign's convention activities.

In 1981, she was named director of candidate services for the Democratic National Committee. In 1982, she became political director for Walter Mondale's political action committee and a year later, field director for his presidential campaign.

With a reputation as one of the nation's most innovative and sophisticated organizers, in 1985 she founded Martin & Glantz with Gina Glantz. In addition to their Mill Valley headquarters, the firm also has an office in Arlington, Va.

As a partner at Martin & Glantz, she shaped campaigns on a variety of social issues, including organizing the highly successful 1986 "Hands Across America" event that raised national consciousness of hunger and homelessness. She created effective grass-roots communications programs for the National Cable Television Association,

managed California-based child safety and educational reform campaigns and ran a multiyear attempt to strengthen community leadership for the American Association of Retired Persons.

She was born Nov. 8, 1946, in Hartford, Conn. In 1968, she graduated from Wells College in Aurora, N.Y., with a bachelor's degree in sociology. After college, she spent two years as a VISTA volunteer.

Ms. Martin is survived by her husband, Eugene Eidenberg; her mother, Angenette Vail Martin, of Hartford, Conn.; brothers Erie Martin, Jr., of Albany, Ga., and Steve T. Martin of Briarcliff Manor, N.Y.; and her stepchildren, Elizabeth Eidenberg of Los Angeles and Danielle Eidenberg Noppe of Seattle.

A memorial service will be conducted at 3 p.m. Saturday at the home of Gina Glantz.

## TRIBUTE TO CUSTOMS SENIOR INSPECTOR VIRGINIA C. RODRIGUEZ

### HON. SOLOMON P. ORTIZ

OF TEXAS

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. ORTIZ. Mr. Speaker, I rise today to pay tribute to a very special law enforcement agent, who, by virtue of her quick-thinking and intuition, captured one of the most-wanted robbers in the United States and recovered a portion of the biggest heist in U.S. history.

As a former law enforcement officer myself, I have a unique understanding of the difficulties facing peace officers. I also know how important it is for law enforcement officers to follow their instincts. On August 30, 1997, customs senior inspector, Virginia C. Rodriguez, was spot checking passengers coming across the border, and her intuition told her that something just wasn't right about passenger Phillip Johnson traveling from Matamoros, Mexico, to Brownsville, TX.

Upon closer questioning, Johnson remained calm, but this law enforcement officer just felt like something was not right about this guy. So she went through his luggage and came across \$10,000 and several fake identification cards with various aliases. The agents at the port of entry soon realized that the quick work and level head of Ms. Rodriguez had snagged the man who pulled off the biggest robbery in U.S. history.

Phillip should have stayed in Mexico. Ms. Rodriguez, a former Border Patrol agent, represents the very finest in the law enforcement tradition. She used all her skills, including the most important, intuition, to go above and beyond the call of duty.

I ask my colleagues to join me in commending and thanking this outstanding law enforcement agent who lives in Harlingen, TX.

## FOXBORO SUMMER PROGRAM DOES FIRST RATE JOB

### HON. BARNEY FRANK

OF MASSACHUSETTS

IN THE HOUSE OF REPRESENTATIVES

Thursday, September 11, 1997

Mr. FRANK of Massachusetts. Mr. Speaker, during the congressional recess I visited a work site in the town of Foxboro MA where



the town human services program was employing young people through the JTPA program. The material I have included here describes the program. This was a chance for young people from the town to get a variety of work experiences in both profit and nonprofit entities. I visited an elderly center where I was delighted to see the young people and the older citizens who were using the center interacting in a very positive way. This is an excellent example of a creative use of Federal programs in a way that benefits both the direct participants, and other citizens who gain from their work. I believe that examples such as this of a good use of Federal programs are very instructive and I therefore ask that this material be printed here so that others may benefit from the experience of this first rate program in Foxboro.

[From the Foxboro Reporter, July 24, 1997]

WORK IT OUT: YOUTH PROGRAM IS NOW  
OFFERING JOB EXPERIENCE  
(By James Loewenstein)

Several town departments and local agencies are getting some helping hands from Foxboro teenagers this summer.

The youngsters are waxing fire engines for the fire department, answering phones for Foxboro Human Services, and serving as aides at a day care center at St. Mark's Church. Others are doing gardening at the Doolittle Home or helping clean out storage rooms at the Council on Aging.

The 20 teenagers who are helping out are learning job skills and collecting a government-funded paycheck under the Foxboro Human Services' newly revamped summer youth program.

While the program has existed in Foxboro for 11 years, this is the first year that participants have had to work at a job site, according to Valerie McKenney, executive director of both the program and Foxboro Human Services.

"The program is radically different from before," said Bill Breen, one of the staff members who run the program.

Students spend 2½ hours in the morning at their job site, and another 2½ hours in the afternoon at the Ahern Middle School where they learn math and reading and are coached on ways to improve their job performance, said Breen, who teaches the students job and career skills.

The students are "at-risk kids," said Breen, who works during the school year as a Spanish teacher in Taunton.

"We want them to stay in high school and give them good work habits," he said.

In the past, the students spent more time in class. However, the federal government, which funds the program, required that it be changed, said Breen's wife, Rosanne, who directs the program in Foxboro.

"They wanted the kids to do work and see what it's like," said Bill Breen.

Students are still paid for their efforts, earning \$131 a week, said Rosanne Breen. Those funds ultimately come from the federal government, said McKenney.

Now that the program includes a work component, the students "feel like they are earning their money," said Donna Breen.

The students are in the 8th, 9th, or 10th grades, said Bill Breen, adding that this is typically their first job experience.

As part of their afternoon session, the students are given coaching on good job habits and social skills on the job, Rosanne Breen said.

Some students in the program say it keeps them occupied and out of trouble.

"If I have nothing to do [during the summer], I always get yelled at," said Kevin Thomas, an eighth-grader.

Students say the program has also taught them good work habits.

Mike Robitaille, a ninth-grader, said he has learned "to be respectful to people you're working for."

And Lisa Kinney, an eighth-grader, said she has learned the importance of getting to work on time.

The five-week program is funded by a \$10,600 grant under the Job Training Partnership Act, said Bill Breen.

While the revamped program has been in effect in Foxboro only since July 14, "It seems to be working out really well," said Bill Breen. "Their employers have been very happy with what's going on," he said.

"A lot of the jobs are things the staff can't get to during the course of the year," he said. And some jobs, such as answering phones, "frees up staff [in the host departments or agencies] to do other things," he said.

McKenney said she is disappointed that due to the on-the-job component there is not enough time to offer as many classes for the students as in the past.

"It was an important part of the program," she said.

—  
FOXBOROUGH HUMAN SERVICES,  
Foxborough, MA.

The Foxboro Co., Personnel Department, Mail Room, Cocasset Copy Center, Blueprint Copy Room.

Kennedy Donovan Kiddie Kare, Inc.

Foxboro School Department, John J. Ahern Middle School, Vincent M. Igo Elementary School, Foxboro High School.

Each job site supervisor was asked to fill out a work progress report for each participant that had worked at the site. All were very pleased with the work done by the participants and asked to be included in next year's summer programs.

This year we stressed the following SCANS: Working on teams, Teaching others, Serving customers, Working well with people, Interpreting and Communicating, Using a Computer to process information, Making good decisions, Allocating Time, Practical application on job site, Integrated learning of arithmetic operations, Reading comprehension using Cloze passages.

The two person team approach worked well. It gave the participants the security of having a partner who could help them learn the job when they came to the site for the first time. It also was a manageable number of students for the busy job site supervisors to work with. The "teaching others" aspect took some stress off of the on site supervisors and helped the participants take on some responsibility of helping their partner learn "the ropes". Participants learned many invaluable lessons in serving the customers whether it be the little child in Day Care or the elderly resident at the retirement home. In their journals they shared the lessons they learned. One is that it is not always easy to work well with people. It takes patience and understanding to accomplish this consistently. The journal writing was used as a way for the participants to reflect on their morning's experience and discover what they learned and what advice they would give another participant who would work at the site. Using computers helped those students with communication deficits overcome them to relate their thoughts and ideas without concerns about the tedious writing process. The Career Exploration session provided a platform to explore the world of work and discuss good job skills and habits. For many participants this was their first experience of receiving a substantial paycheck. The managing and budgeting money gave them insight about the need for

sensible money management. The Career Opportunities Preference test that was given at the orientation was followed up during the summer program with locating, understanding and interpreting of information and documents regarding careers and jobs. In order to prepare participants for their jobs in the world of work proper interview skills were practiced in simulated interviews. The remedial Math/Reading session kept the participant's skills sharp so that transition from summer break back to school would be smooth and successful.

There were many positive results from this summer program. Several participants stated they wanted to go back to a job site during the year and volunteer their services. Participants grew in self confidence and self esteem taking pride in the work they had done. This made them feel confident and competent. The group seem to grow together as a result of having experienced success at the same job sites. Members could see their strengths and other's strengths working in various jobs. As the summer progressed participants became not only aware of intergenerational differences but also their similarities. They came to genuinely care about the people they served. Finally there was created a bond of service to the community in which the participants learned about how they can help make their town a little better place and the community learned that young people even at this early age can contribute in positive ways by helping the community.

Janet Pineault did her customary excellent job with recruitment. We came to realize that the 14-15 year old age group was perfect for what we were trying to teach on the job site and in the classroom.

Our liaison Steve Rizzo did a superb job in supporting the program, its participants, and the director in many and various ways that helped make this a very successful summer. He was able to make himself so available that the participants came to think of him as a part of the Foxboro Summer Youth Program.

It has been a very busy summer, one in which all worked hard and felt a real sense of accomplishment. The low absentee rate attested to the participants' enthusiasm for the program. The sense that this was a job seemed more apparent to all and it is hoped that this experience will be of value when these participants enter the world of work. It was a great pleasure to continue to serve the youth of Foxborough and we look forward to working with Metro once again next year.

Best Regards,

ROSANNE M. BREEN,  
Program Director.

—  
The following are excerpts from the journals of 12 participants in the program.

JULY 14-18, 1997

I am working at the Council on Aging building. I moved heavy boxes. Mary is a lady that works at the Council on Aging building. She is very nice. I also put hard plastic cups away. Before and after I work I write down the time on a daily time card that I come in and when I leave. There was a tin of tasty cookies on a table. I moved a heavy copier that was on wheels. I did some tiresome but easy sorting of papers. After I did that I taped paper and stuff together. I took a few breaks so I didn't get too tired. All the people there are nice to me. I moved boxes of light wicker baskets. I like working



there!! It's fun. I like working because now I can make a difference.

JULY 21–AUGUST 5

I've started working at the Igo school moving boxes to different floors. I got a little tired. The best thing to do when you get tired is to take it easy don't rush to get things done. Work may be fun one day and dull the next but if you work the time will pass more quickly. I rummaged through boxes looking for books and other school supplies. Then I went in the elevator to get empty boxes to throw away on different floors. I can't wait to work again. I'm learning so much. Some times it's easy but not boring. Now I know how much work goes into cleaning schools. I used a vacuum to clean the rugs in the class room. By the time I got to the last class the vacuum broke down so I had to find a better one. If you're not sure what to do next or how to do something you should ask someone.

AUGUST 6, 1997

I work at a food stand this week and next. I moved big watermelons and left them on a table. Then I took bags of corn and propped them against the same table. One lady came over and said she wanted to buy some corn so I put some corn in a bag for her. You have to be careful not to hurt yourself when you move some thing. Then I picked cucumbers. It is easy. When picking cucumbers make sure they're ready to be picked.

JULY 30, 1997

Today at the Human Services Valerie told me to sort out forms and then copy numbers from the forms onto a piece of paper. During the job I found a couple mistakes. That was cool. I answered phones and they all said I was really professional how I did it and that I am a natural and that I would be a really good secretary. One person called and asked for Lorraine Garland. Because I worked with her last week I knew that she worked at the Council on Aging when I looked up in the rolodex the phone number there and asked Barbara and Valerie and they were both very impressed that was probably the best part of the day for me. It got a little busy in there today but I could handle it. Today I liked the job. It wasn't bad at all.

JULY 31, 1997

Today at the Human Services I started by stamping booklets. When I finished that I copied License numbers and Social Security numbers onto a piece of paper. It was—well what can I say—OK. When I was finished Valerie had no more projects for me to do. So she suggested for me to read the Foxboro Reporter in between calls.

JULY 25, 1997

Today I worked at the other side of Foxboro Human Services. I helped crystal put papers into folders and label them. It was a slow and boring day for me. Also today the day care side of Foxboro Human Services was not open. They had the day off so there was not much to do today. It was easy. We also had a break for 15 minutes. Over all the two weeks I've been here I enjoyed this experience because I liked the people I worked

with and the job that I did. One part I didn't like doing was answering the phones because they hardly ever rang. I learned that when I look for a job that I should get one that involves working with people because I like working with people and not things. If you are working on the day care side of the Foxboro Human Services you should act polite to the seniors and they will appreciate you. If you are on the opposite side then do all your work and don't make any messes and ask your supervisor if they have any jobs's for you to do and also be polite to everyone there.

JULY 25, 1997

Today I walked to the Day Care. The children had popcorn for snack and I poured the children some juice. I work with the little children. They played while other children did a craft. The craft was to write how old they were. Then they colored in the parts of the flower and glued the piece to the yellow paper. After that when the children left the room I started to clean the tables. Then I went to the movie room and watched Bambi. One child had to go to the bathroom, but I know he was wearing a diaper because he had bottom overalls and I was right. I learned a lot this week in this Day Care. How they get the toys for the children to play with? The toy are donations or raised money. If I could give advice to someone who would take my place I would tell them the children's names and what they would be basically doing at work.

JULY 15, 1997

The first day we cleaned rooms on the first floor. It wasn't that tiring. When the day started we had to stack containers of water in the shower. That took just about a little more than thirty minutes. The rest of the day we cleaned the building. After that the day was over. It was a very quick and good first day.

JULY 16, 1997

Today wasn't as fast as the first day. We had to clean the entire 2nd floor. The job took the whole day. Finally at about 10:30 we took our break. Our break lasted fifteen minutes. This day was without doubt a long day.

JULY 17, 1997

Today was the most exciting day so far. We had a move a room downstairs to an empty room on the third floor. We were able to use the elevators again. It was fun to move all the furniture, because I got to ride the cart that carries the furniture up. It went by fast for me. I left early today (11:15) to go to the hospital for an appointment.

JULY 22, 1997

Today at the Doolittle home I learned the correct way to file folders of the people that live at the home. I played catch with some people there. I think that the skills that I learned this summer will help me better understand what older people do in a nursing home. It was fun. I wish I could stay there for the rest of the weeks of the program.

JULY 23, 1997

Today was my last day at the Doolittle Home. We did small chores for an hour but

then there was nothing else to do. We watched The Rosie O'Donnell for a half an hour. My advice is to have fun because it is a blast. I wish that I was staying there for the rest of the program. The people I met there helped me and I appreciate it.

JULY 25, 1997

Today at the produce stand we picked the beans and other veggies for an hour. Then we put out two bags of corn. After we did that we sat for a half hour. Today we learned how to pick plants the right way. It wasn't as bad as yesterday. Yesterday it was 95 degrees out and we were out in the field for the whole time we were there. Mr. Breen came to video tape us. It was very weird having someone tape us. I love the outdoors, so I like my job site now. The difference between this job and the Doolittle is at the Doolittle it was mostly having to help and entertain people. At the produce stand we just pick and put out veggies.

JULY 29, 1997

They sent me upstairs at the Doolittle and I went to the second floor. I was upstairs where the nurses and residents are. We spent some time talking to the older people. We went to visit the residents when the fire alarm went off and scared some of the people. We told them not to be scared because there were people there working on the wires.

JULY 22, 1997

Today in Kindergarten Donovan Kiddy Kare I worked with the other group of kids who are in pre-kindergarten. First thing in the morning I prepared their snacks. After I made their snacks I cleaned the tables with bleach. Then I swept the floor. After that we all went outside to play. First I played monster and all the kids wanted to eat me. Then, after I pushed some of the kids on the swings, the kids were happy. They were saying that I was the greatest. Then after being outside for a half of an hour we went inside to watch a movie, but I had to go home so I only got to see half an hour of the movie. I really like this job but I feel bad because this is my last week. I had a real good time, I really liked working with the kids at Kiddie Kare. Who knows it could turn out to be one of my goals. I really enjoyed this job and I had a lot of fun.

JULY 25, 1997

Today at the Kennedy Kiddy Kare as soon as I got there and all the kids were eating popcorn already. After that Kristen sent the kids to play a game called rainy. Rainy is a day that they all went to the bathroom then they would go up to the calendar to say all the days of the month and to figure out the date and the weather. Today was my last day at the Day Care center, I felt very sad that I had to leave. After the summer is over, I will probably get an application to get a job at the daycare after school. Working at the day care was a good experience for me. I learned a lot of stuff about being a teacher

and I also remembered about my childhood. Next week I will start working at the fire department. Let's see if I like it as much as I liked the day care. I consider myself like a person who feels comfortable working with kids. They make me happy even if I am having a bad day. I wouldn't like to work at a fire department, but, then again, I would like to experience what it is like working at a fire department.

JULY 25, 1997

Today when I arrived at the Fire Dept. I went to the chief's office and went through all his paper work. I threw away what he didn't want and put the rest in order. Mr. Haley was the fireman that told us what jobs

to do and also what not to do. Mr. Haley went out on a fire call. One thing that you should always keep in mind is you should always be willing to work even if you don't like it. You can't be shy in this line of work. People always enjoy having you around if you're friendly. You can do stuff on your own and do your very best in every thing you do. The fire station is my favorite job.

JULY 18, 1997

Today we went back over our work and scraped the glue off the tables on the third floor. While we worked we listened to music and I was entertained by the boys dancing while we all worked. We didn't take many breaks although we were told to slow down

many times. We finished early but went over our work. We all worked hard and put our best effort into our job. One thing I think I need to learn is how to keep a slow pace and not work myself too hard.

JULY 25, 1997

Today it rained so we worked under the tent. We helped unload the van and we helped open the stand. If it is rainy weather when you're working, bring a jacket. I was extremely cold and frozen. It was busy as far as the number of people who came to buy produce. We saw deer and other birds. I was relieved when it rained. I like to work with people but working at the farm stand is something I don't want to do again.

Thursday, September 11, 1997

# Daily Digest

## HIGHLIGHTS

Senate passed Labor/HHS Appropriations, 1998.

## Senate

### Chamber Action

#### *Routine Proceedings, pages S9097-S9241*

**Measures Introduced:** Ten bills and one resolution were introduced, as follows: S. 1162-1171, and S. Con. Res. 52.

Pages S9197-98

**Measures Reported:** Reports were made as follows:

S. 360, to require adoption of a management plan for the Hells Canyon National Recreation Area that allows appropriate use of motorized and non-motorized river craft in the recreation area. (S. Rept. No. 105-78)

S. 590, to provide for a land exchange involving certain land within the Routt National Forest in the State of Colorado. (S. Rept. No. 105-79)

S. 783, to increase the accessibility of the Boundary Waters Canoe Area Wilderness, with an amendment in the nature of a substitute. (S. Rept. No. 105-80)

Page S9197

#### **Measures Passed:**

**Labor/HHS Appropriations, 1998:** By 92 yeas to 8 nays (Vote No. 235), Senate passed S. 1061, making appropriations for the Departments of Labor, Health and Human Services, and Education, and related agencies for the fiscal year ending September 30, 1998, after taking action on further amendments proposed thereto, as follows:

Pages S9097-S9133

Adopted:

Domenici (for Gorton) Modified Amendment No. 1122, to provide certain education funding directly to local educational agencies. (By 49 yeas to 51 nays (Vote No. 232), Senate earlier failed to table the amendment.)

Pages S9097, S9105-07

By 58 yeas to 42 nays (Vote No. 233), Nickles/Jeffords Amendment No. 1081, to limit the use of taxpayer funds for any future International Brotherhood of Teamsters leadership election.

Pages S9097-S9101, S9107

Craig/Jeffords Amendment No. 1083 (to Amendment No. 1081), in the nature of a substitute.

Page S9097

By 87 yeas to 13 nays (Vote No. 234), Gregg Modified Amendment No. 1070, to prohibit the use of funds for national testing in reading and mathematics, with certain exceptions.

Pages S9097, S9101-05, S9107-08

Withdrawn:

Harkin/Bingaman/Kennedy Amendment No. 1115, to authorize the National Assessment Governing Board to develop policy for voluntary national tests in reading and mathematics.

Pages S9097, S9108

Coats/Gregg Amendment No. 1071, to prohibit the development, planning, implementation, or administration of any national testing program in reading or mathematics unless the program is specifically authorized by Federal statute.

Page S9097

**Condemning Bombing in Jerusalem:** Committee on Foreign Relations was discharged from further consideration of S. Con. Res. 50, condemning in the strongest possible terms the bombing in Jerusalem on September 4, 1997, and the resolution was then agreed to, after agreeing to the following amendment proposed thereto:

Pages S9239-40

Gorton (for Hutchinson) Amendment No. 1133, relating to monetary assistance to the Palestinian Authority and the size of the Palestinian police force.

Page S9239

**FDA Administration Modernization and Accountability Act:** Senate began consideration of S. 830, to amend the Federal Food, Drug, and Cosmetic Act and the Public Health Service Act to improve the regulation of food, drugs, devices, and biological products, with a committee amendment in the nature of a substitute.

Pages S9133-57

Subsequently, the committee amendment was modified by inserting in lieu thereof the language of Jeffords Amendment No. 1130, in the nature of a substitute.

Pages S9145-57

A motion was entered to close further debate on Amendment No. 1130, listed above and, by unanimous-consent agreement, a vote on the cloture motion will occur on Tuesday, September 16, 1997.

Page S9146

**Interior Appropriations, 1998:** Senate began consideration of H.R. 2107, making appropriations for the Department of the Interior and related agencies for the fiscal year ending September 30, 1998, agreeing to committee amendments with certain exceptions, and taking action on amendments proposed thereto, as follows:

Pages S9167-92

Adopted:

Gorton (for Gregg) Amendment No. 1132, to make technical corrections.

Page S9192

Senate will continue consideration of the bill on Monday, September 15, 1997.

**Nominations Confirmed:** Senate confirmed the following nominations:

By unanimous vote of 100 yeas (Vote No. 236 EX), Joseph F. Bataillon, of Nebraska, to be United States District Judge for the District of Nebraska.

Pages S9162-63

By unanimous vote of 100 yeas (Vote No. 237 EX), Christopher Droney, of Connecticut, to be United States District Judge for the District of Connecticut.

Pages S9163-65

By 98 yeas to 1 nay (Vote No. 238 EX), Janet C. Hall, of Connecticut, to be United States District Judge for the District of Connecticut.

Pages S9165-66

Heidi H. Schulman, of California, to be a Member of the Board of Directors of the Corporation for Public Broadcasting for a term expiring January 31, 2002.

James Allan Hurd, Jr., of the Virgin Islands, to be United States Attorney for the District of the Virgin Islands for the term of four years.

Sharon J. Zealey, of Ohio, to be United States Attorney for the Southern District of Ohio for the term of four years.

Katherine Milner Anderson, of Virginia, to be a Member of the Board of Directors of the Corporation for Public Broadcasting for a term expiring January 31, 2000.

Pages S9162-67

**Messages From the House:**

Page S9196

**Measures Referred:**

Pages S9196-97

**Measures Placed on Calendar:**

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**Communications:**

Page S9197

**Petitions:**

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**Executive Reports of Committees:**

Page S9197

**Statements on Introduced Bills:**

Pages S9198-S9218

**Additional Cosponsors:**

Page S9218

**Amendments Submitted:**

Pages S9219-37

**Notices of Hearings:**

Page S9237

**Authority for Committees:**

Page S9237

**Additional Statements:**

Pages S9237-39

**Record Votes:** Seven record votes were taken today. (Total—238)

Pages S9107-08, S9116, S9163, S9165-66

**Adjournment:** Senate convened at 9 a.m., and adjourned at 6:14 p.m., until 10 a.m., Friday, September 12, 1997. (For Senate's program, see the remarks of the Acting Majority Leader in today's Record on page S9240.)

## Committee Meetings

(Committees not listed did not meet)

### GLOBAL TOBACCO SETTLEMENT

*Committee on Agriculture, Nutrition, and Forestry:* Committee held hearings to examine the terms and parameters of the proposed settlement between State Attorneys General and tobacco companies to mandate a total reformation and restructuring of how tobacco products are manufactured, marketed and distributed in America, focusing on its long-term impact on farmers, children and the public health, receiving testimony from David A. Kessler, Yale University, New Haven, Connecticut, former U.S. Commissioner of Food and Drugs; C. Everett Koop, Dartmouth College, Hanover, New Hampshire, former U.S. Surgeon General; Colorado Attorney General Gale Norton, Denver; J. Phil Carlton, Raleigh, North Carolina, former North Carolina Supreme Court Associate Justice; J. Walter Sinclair, Twin Falls, Idaho, on behalf of the American Heart Association; Scott D. Ballin, National Center for Tobacco-Free Kids, Washington, D.C.; and Jeffrey E. Harris, Massachusetts General Hospital, Boston.

Hearings continue on Thursday, September 18.

### ALASKAN LANDS

*Committee on Energy and Natural Resources:* Committee concluded hearings on the following bills:

S. 660, to provide for the continuation of higher education through the conveyance of certain public lands in the State of Alaska to the University of Alaska, after receiving testimony from Tom Fry, Deputy Director, Bureau of Land Management, Department of the Interior; Jerome B. Komisar, University of Alaska, Fairbanks; Bart Koehler, Southeast Alaska Conservation Council, Juneau; and Kevin Tritt, University of Alaska, Anchorage; and

S. 1092, to provide for a transfer of land interests in order to facilitate surface transportation between the cities of Cold Bay, Alaska, and King Cove, Alaska, after receiving testimony from John Rogers,

Deputy Director, United States Fish and Wildlife Service, Department of the Interior; City Manager Gary Hennigh, King Cove, Alaska; and Jack Hession, Sierra Club, Marvin Hoff, Agdaagux Tribal Council, and Della Trumble, King Cove Corporation, all of Anchorage, Alaska.

#### AMERICAN BATTLE MONUMENTS

*Committee on Energy and Natural Resources:* Subcommittee on National Parks, Historic Preservation and Recreation concluded hearings on the implementation of the Commemorative Works Act (P.L. 99-652) and the administrative and public processes involved in the site selection of the World War II Memorial and the recently announced Air Force Memorial, after receiving testimony from John G. Parsons, Associate Superintendent, Stewardship and Partnership, National Capitol Region, National Park Service, Department of the Interior, on behalf of the National Capital Memorial Commission; Patricia Elwood, National Capitol Planning Commission, Charles Atherton, Commission of Fine Arts, Roger K. Lewis, Friends of the Mall, and Gen. Carl Mundy, USMC (Ret.), on behalf of World USO, all of Washington, D.C.; Maj. Gen. John P. Herrling, USA (Ret.), on behalf of the American Battle Monuments Commission, Edward S. Grandis, on behalf of the Friends of Iwo Jima, Gen. Robert Springer, USAF (Ret.), on behalf of the Air Force Memorial Foundation, and Gen. John A. Shaud, USAF (Ret.), on behalf of the Air Force Association, all of Arlington, Virginia.

#### BUSINESS MEETING

*Committee on Finance:* Committee ordered favorably reported the following business items:

An original bill to approve and implement the Agreement Respecting Normal Competitive Conditions in the Commercial Shipbuilding and Repair Industry (Shipbuilding Agreement), negotiated under the auspices of the Organization for Economic Cooperation and Development.

S. 343, to authorize the extension of permanent nondiscriminatory treatment (most-favored-nation treatment) to the products of Mongolia;

S. 1093, to authorize the extension of permanent nondiscriminatory treatment (most-favored-nation treatment) to the products of the Lao People's Democratic Republic; and

S. 747, to amend trade laws and related provisions to clarify the designation of normal trade relations; and

The nominations of Kenneth S. Apfel, of Maryland, to be Commissioner of Social Security, Social Security Administration, Nancy-Ann Minn Deparle, of Tennessee, to be Administrator of the Health Care Financing Administration, and Olivia A. Golden, of the District of Columbia, to be Assistant Secretary for Family Support, both of the Department of Health and Human Services, and David A. Lipton, of Massachusetts, to be Under Secretary for International Affairs, Timothy F. Geithner, of New York, to be Deputy Under Secretary, Gary Gensler, of Maryland, to be Assistant Secretary for Financial Markets, and Nancy Killefer, of Florida, to be Assistant Secretary and Chief Financial Officer, all of the Department of the Treasury.

#### NOMINATIONS

*Committee on Foreign Relations:* Committee concluded hearings on the nominations of Susan E. Rice, of the District of Columbia, to be Assistant Secretary of State for African Affairs, Brian Dean Curran, of Florida, to be Ambassador to the Republic of Mozambique, Timberlake Foster, of California, to be Ambassador to the Islamic Republic of Mauritania, Tom McDonald, of Ohio, to be Ambassador to the Republic of Zimbabwe, Nancy Jo Powell, of Iowa, to be Ambassador to the Republic of Uganda, and Amelia Ellen Shippy, of Washington, to be Ambassador to the Republic of Malawi, after the nominees testified and answered questions in their own behalf. Mr. McDonald was introduced by Senators DeWine and Glenn.

#### CAMPAIGN FINANCING INVESTIGATION

*Committee on Governmental Affairs:* Committee continued hearings to examine certain matters with regard to the committee's special investigation on campaign financing, receiving testimony from Samuel R. Berger, Assistant to the President for National Security Affairs.

Hearings continue on Tuesday, September 16.

#### MEDICAL INFORMATION PRIVACY

*Committee on Labor and Human Resources:* Committee held hearings to examine an Administration study on the confidentiality of medical information and recommendations on ways to protect the privacy of individually identifiable information and to establish strong penalties for those who disclose such information, receiving testimony from Donna E. Shalala, Secretary of Health and Human Services.

Hearings continue on Thursday, September 25.

# House of Representatives

## Chamber Action

**Bills Introduced:** 17 public bills, H.R. 2453–2469; 2 private bills, H.R. 2470–2471; and 2 resolutions, H. Res. 227 and 229, were introduced.

Pages H7261–63

**Reports Filed:** Reports were filed today as follows:

Supplemental report on H.R. 2378, making appropriations for the Treasury Department, the United States Postal Service, the Executive Office of the President, and certain Independent Agencies, for the fiscal year ending September 30, 1998 (H. Rept. 105–240, Part III); and

H. Res. 228, waiving points of order against the conference report to accompany H.R. 2016, making appropriations for military construction, family housing, and base realignment and closure for the Department of Defense for the fiscal year ending September 30, 1998 (H. Rept. 105–248).

Page H7261

**Canada-U.S. Interparliamentary Group:** The Speaker appointed the following members to the Canada-United States Interparliamentary Group, in addition to Representative Houghton, Chairman, appointed on March 13, 1997: Representatives Bereuter, Goss, Stearns, Manzullo, English of Pennsylvania, Sanford, Hamilton, Oberstar, Peterson of Minnesota, Danner, and Hastings of Florida.

Page H7201

**Labor, HHS, and Education Appropriations Act:** The House continued consideration of amendments to H.R. 2264, making appropriations for the Departments of Labor, Health and Human Services, and Education, and related agencies for the fiscal year ending September 30, 1998. The House completed general debate and considered amendments to the bill on September 4, 5, 8, 9, and 10.

Pages H7206–47

Agreed to:

The Hyde amendment that updates current law and prohibits the use of federal funds for abortions in managed care contracts and clarifies the exception for life threatening conditions (agreed to by a recorded vote of 270 ayes to 150 noes, Roll No. 388); and

Pages H7229–31

The Hastert amendment that prohibits funding for any program of distributing needles for the injection of any illegal drug (agreed to by a recorded vote of 266 ayes to 158 noes, Roll No. 391); and

Pages H7217–29, H7233

The Hoyer amendment that increases CDC funding by \$7 million for research on pfiesteria that is infecting fish in the eastern United States and reduces Department of Labor, State Unemployment In-

surance and Employment Service Operations funding accordingly.

Pages H7235–37

Rejected:

The Hefley amendment that sought to reduce funding for the Corporation for Public Broadcasting by \$50 million (rejected by a recorded vote of 155 ayes to 265 noes, Roll No. 389);

Pages H7209–14, H7232

The Crane amendment that sought to eliminate funding for the Corporation for Public Broadcasting (rejected by a recorded vote of 78 ayes to 345 noes, Roll No. 390); and

Pages H7207–09, H7232–33

The Hostettler amendment that sought to adjust the employer business activity threshold applicable to jurisdiction of labor disputes by the National Labor Relations Board (rejected by a recorded vote of 176 ayes to 235 noes, Roll No. 392).

Pages H7239–46

Withdrawn:

The Emerson amendment was offered, but subsequently withdrawn, that sought to prohibit funding to implement any voluntary residency reduction plan that would result in a reduction of residents in primary care who would be available to practice in underserved rural areas;

Pages H7237–38

The Romero-Barcelo amendment was offered, but subsequently withdrawn, that sought to increase allotments to territories under the State Children's Health Insurance Program; and

Page H7238

The Fattah amendment was offered, but subsequently withdrawn, that sought to prohibit funding to any state or education agency that has a variation of per pupil expenditure between school districts that is greater than 10 percent.

Pages H7238–39

Rejected the Miller of California motion to rise by a yea-and-nay vote of 39 ayes to 362 noes, Roll No. 387.

Pages H7221–22

The bill is being considered pursuant to the order of the House of Thursday, July 31.

Pages H6667–69

**Condolences on the Death of Mother Teresa:** The House agreed to H. Res. 227, expressing the condolences of the House of Representatives on the death of Mother Teresa of Calcutta.

Pages H7248–53

**Legislative Program:** The Majority Leader announced the legislative program for the week of September 15.

Page H7247

**Meeting Hour—September 15:** Agreed that when the House adjourns today, it adjourn to meet at noon on Monday, September 15.

Page H7247

**Meeting Hour—September 16:** Agreed that when the House adjourns on Monday, September 15, it

adjourn to meet at 10:30 a.m. on Tuesday, September 16, for morning-hour debate. **Page H7247**

**Calendar Wednesday:** Agreed that the business in order under the calendar Wednesday rule be dispensed with on Wednesday, September 17.

**Page H7247**

**Senate Messages:** Message received from the Senate today appears on page H7201.

**Referral:** S. 1161, to amend the Immigration and Nationality Act to authorize appropriations for refugee and entrant assistance for fiscal years 1998 and 1999 was referred to the Committee on the Judiciary.

**Page H7259**

**Amendments:** Amendments ordered printed pursuant to the rule appear on page H7264.

**Quorum Calls—Votes:** One yea-and-nay vote and five recorded votes developed during the proceedings of the House today and appear on pages H7222, H7231, H7232, H7232–33, H7233, and H7245–46.

There were no quorum calls.

**Adjournment:** Met at 10:00 a.m. and adjourned at 6:27 p.m.

## ***Committee Meetings***

### **PUBLIC-PRIVATE PARTNERSHIP OF FOOD BANKS**

*Committee on Agriculture:* Subcommittee on Department Operations, Nutrition, and Foreign Agriculture held a hearing to review food banks and the participation of the private sector in the delivery of food assistance. Testimony was heard from Representatives Baker and Cooksey; Shirley R. Watkins, Under Secretary, Food, Nutrition, and Consumer Services, USDA; and public witnesses.

### **MISCELLANEOUS MEASURES**

*Committee on Commerce:* Met but took no action on pending legislation.

Adjourned subject to call.

### **OSHA'S REINVENTION PROJECT**

*Committee on Education and the Workforce:* Subcommittee on Workforce Protections held a hearing to examine OSHA's Reinvention Project. Testimony was heard from public witnesses.

### **RURAL HEALTH CARE PROGRAM**

*Committee on Government Reform and Oversight:* Subcommittee on Human Resources continued oversight hearings on the Need for Better Focus in the Rural Health Clinic Program (RHC) Part II. Testimony was heard from Bernice Steinhardt, Director, Health Service Quality and Public Health, GAO; Claude

Earl Fox, Acting Administrator, Health Resource Services Administration, Department of Health and Human Services; and public witnesses.

### **MISCELLANEOUS MEASURES**

*Committee on International Relations:* Committee favorably considered and adopted a motion urging the Chairman to request that the following measures be considered on the Suspension Calendar: H. Res. 217, recognizing the important contributions made by Americans of Austrian heritage; H. Con. Res. 139, amended, expressing the sense of the Congress that the United States Government should fully participate in EXPO 2000 in the year 2000, in Hanover, Germany, and should encourage the academic community and the private sector in the United States to support this worthwhile undertaking; and H. Con. Res. 137, expressing the sense of the House of Representatives concerning the urgent need for an international criminal tribunal to try members of the Iraqi regime for crimes against humanity.

### **MISCELLANEOUS MEASURES**

*Committee on the Judiciary:* Subcommittee on Commercial and Administrative Law approved for full Committee action the following bills: H.R. 872, amended, Biomaterials Access Assurance Act of 1997; and H.R. 2440, to make technical corrections to Section 10 of title 9, United States Code.

### **ELECTRONIC THEFT ACT; ELECTRIC COPYRIGHT PIRACY**

*Committee on the Judiciary:* Subcommittee on Courts and Intellectual Property held a hearing on H.R. 2265, No Electronic Theft (NET) Act, and also on electronic copyright piracy. Testimony was heard from Marybeth Peters, Register of Copyrights, Copyright Office of the United States, Library of Congress; Kevin Di Gregory, Deputy Assistant Attorney General (Criminal Division), Department of Justice; and public witnesses.

### **CELLULAR TELEPHONE FRAUD**

*Committee on the Judiciary:* Subcommittee on Crime held a hearing on cellular telephone fraud. Testimony was heard from Michael C. Stenger, Special Agent in Charge, Financial Crimes Division, Department of the Treasury; the following officials of the Department of Justice: John Navarrete, Deputy Assistant Director, FBI; and Anthony R. Bocchichio, Assistant Administrator, Operational Support Division, DEA; and public witnesses.

### **OCEAN SENSE OF CONGRESS RESOLUTION; NATION'S FISHERIES MANAGEMENT**

*Committee on Resources:* Subcommittee on Fisheries Conservation, Wildlife and Oceans approved for full



Committee action amended H. Con. Res. 131, expressing the sense of Congress regarding the ocean.

The Subcommittee also held an oversight hearing to review the management of our Nation's fisheries by the National Marine Fisheries Service. Testimony was heard from Rolland Schmitt, Assistant Administrator, Fisheries, National Marine Fisheries Service, NOAA, Department of Commerce.

#### **OVERSIGHT—AFFECT OF INTERNATIONAL FORESTRY AGREEMENTS**

*Committee on Resources:* Subcommittee on Forests and Forest Health held an oversight hearing on the affect of international forestry agreements on U.S. Forest Service decision-making. Testimony was heard from Rafe Pomerance, Deputy Assistant Secretary, Environment and Development, Department of State; and the following officials of the Forest Service, USDA: Michael Dombeck, Chief; and Valdis Mezainis, Director, Office of International Programs; and public witnesses.

#### **MISCELLANEOUS MEASURES**

*Committee on Resources:* Subcommittee on Water and Power approved for full Committee action amended the following measures: H.R. 2400, Water-Related Technical Corrections Act of 1997; and H.R. 1400, Tumalo Irrigation District Water Conservation Project Authorization Act.

The Subcommittee also held a hearing on the following bills: H.R. 1400 and H.R. 2398, Small Reclamation Water Resources Project Act of 1997. Testimony was heard from a public witness.

#### **CONFERENCE REPORT—MILITARY CONSTRUCTION APPROPRIATIONS**

*Committee on Rules:* Granted a rule that waives all points of order against the conference report to accompany H.R. 2016, making appropriations for military construction, family housing, and base realignment and closure for the Department of Defense for the fiscal year ending September 30, 1998, and its consideration. The rule provides that the conference report shall be considered as read. Testimony was heard from Representatives Packard and Hefner.

#### **PREPARING FOR EL NINO**

*Committee on Science:* Subcommittee on Energy and Environment held a hearing on Preparing for El Nino. Testimony was heard from J. Michael Hall, Director, Office of Global Programs, NOAA, Department of Commerce; Michael Armstrong, Associate Director, Office of Mitigation, FEMA; I. Miley Gonzalez, Under Secretary, Research, Education and Economics, USDA; Douglas Wheeler, Secretary, State Resources Agency, State of California; and public witnesses.

#### **SMALL BUSINESS TECHNOLOGY TRANSFER PROGRAM REAUTHORIZATION ACT**

*Committee on Science:* Subcommittee on Technology approved for full Committee action H.R. 2429, to reauthorize the Small Business Technology Transfer Program through fiscal Year 2000.

#### **SMALL BUSINESS REGULATORY ASSISTANCE ACT**

*Committee on Small Business:* Subcommittee on Regulatory Reform and Paperwork Reduction and the Subcommittee on Government Programs and Oversight held a joint hearing on H.R. 96, Small Business Regulatory Assistance Act of 1997. Testimony was heard from Representative Solomon; Johnnie Albertson, Associate Administrator, Small Business Development Centers, SBA; and public witnesses.

#### **VETERANS' LEGISLATION**

*Committee on Veterans' Affairs:* Ordered reported the following bills: H.R. 2367, Veterans' Compensation Cost-of-Living Adjustment Act of 1997; H.R. 2206, amended, Veterans Health Programs Improvement Act of 1997; and S. 923, amended, to deny veterans benefits to persons convicted of Federal capital offenses.

#### **NAFTA—ADMINISTRATION'S COMPREHENSIVE REVIEW**

*Committee on Ways and Means:* Subcommittee on Trade held a hearing on the Administration's comprehensive review of the North American Free Trade Agreement (NAFTA). Testimony was heard from Representatives Levin, Kaptur, Kolbe, Velazquez and Reyes; Jeffrey M. Lang, Deputy U.S. Trade Representative; Jayetta Hecker, Associate Director, International Relations and Trade Issues, National Security and International Affairs Division, GAO; and public witnesses.

#### **SECURITY AND FREEDOM THROUGH ENCRYPTION (SAFE) ACT**

*Permanent Select Committee on Intelligence:* Met in executive session and ordered reported amended H.R. 695, Security and Freedom Through Encryption (SAFE) Act.

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#### **COMMITTEE MEETINGS FOR FRIDAY, SEPTEMBER 12, 1997**

*(Committee meetings are open unless otherwise indicated)*

##### **Senate**

*Committee on Foreign Relations,* meeting, to discuss the nomination of William F. Weld, of Massachusetts, to be Ambassador to Mexico, 11:30 a.m., SD-419.

*Committee on Governmental Affairs*, to hold hearings on S. 981, to provide for the analysis of major regulatory rules by Federal agencies, 9 a.m., SD-342.

*Committee on the Judiciary*, Subcommittee on Immigration, to hold hearings to examine proposals to permanently extend the expiring provision of immigration law which allows religious workers to be sponsored by reli-

gious organizations in the United States, 10 a.m., SD-226.

**House**

*Committee on Government Reform and Oversight*, Subcommittee on Government Management, Information, and Technology, oversight hearing on Defense Surplus Property, 9:30 a.m., 2154 Rayburn.

*Next Meeting of the SENATE*

10 a.m., Friday, September 12

*Next Meeting of the HOUSE OF REPRESENTATIVES*

12 noon, Monday, September 15

## Senate Chamber

**Program for Friday:** No legislative business is scheduled.

## House Chamber

**Program for Monday:** No legislative business.

## Extensions of Remarks, as inserted in this issue

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